

**BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BLOOMINGDALE, NEW JERSEY**

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2012**

BLOOMINGDALE BOROUGH SCHOOL DISTRICT

BLOOMINGDALE, NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT

*FOR THE FISCAL YEAR ENDED
JUNE 30, 2012*

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE BLOOMINGDALE BOROUGH SCHOOL DISTRICT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

TABLE OF CONTENTS

INTRODUCTORY SECTION	<u>Page</u>
Letter of Transmittal	1 - 6
Organizational Chart	7
Roster of Officials	8
Consultants and Advisors	9
 FINANCIAL SECTION	
Independent Auditor's Report	10 - 11
 Required Supplementary Information – Part I	
Management's Discussion and Analysis	12 - 19
 Basic Financial Statements	
A. District-wide Financial Statements:	
A-1 Statement of Net Assets	20
A-2 Statement of Activities	21
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	22
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	23
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24
Proprietary Funds:	
B-4 Statement of Net Assets	25
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Assets	26
B-6 Statement of Cash Flows	27
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Assets	28
B-8 Statement of Changes in Fiduciary Net Assets	29
 Notes to the Financial Statements	30 - 53
 Required Supplementary Information – Part II	
C. Budgetary Comparison Schedule	
C-1 Budgetary Comparison Schedule – General Fund	54 - 58
C-1b Education Jobs Fund - Budget and Actual	59
C-2 Budgetary Comparison Schedule – Special Revenue Fund	60

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE BLOOMINGDALE BOROUGH SCHOOL DISTRICT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

TABLE OF CONTENTS (Continued)

FINANCIAL SECTION (Continued)	<u>Page</u>
 Notes to the Required Supplementary Information	
C-3 Budget-to-GAAP Reconciliation	61
 Other Supplementary Information	
D. Abbott Schedules (if applicable):	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund – Schedule of Expenditures Allocated by Resource Type – Actual	N/A
D-3 Blended Resource Fund – Schedule of Blended Expenditures – Budget and Actual	N/A
D-4 Schedule of DEOA Expenditures - Budget and Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenues and Expenditures Special Revenue Fund – Budgetary Basis	62
E-1a Combining Schedule of Revenues and Expenditures Special Revenue Fund – Budgetary Basis	63
E-2 Demonstrably Effective Program Aid Schedule of Expenditures – Budgetary Basis	N/A
E-3 Early Childhood Program Aid Schedule of Expenditures – Budgetary Basis	N/A
E-4 Distance Learning Network Aid Schedule of Expenditures – Budgetary Basis	N/A
E-5 Instructional Supplement Aid Schedule of Expenditures – Budgetary Basis	N/A
F. Capital Projects Fund:	N/A
F-1 Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis	N/A
F-2 Summary Schedule of Project Expenditures	N/A

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE BLOOMINGDALE BOROUGH SCHOOL DISTRICT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

TABLE OF CONTENTS (Continued)

FINANCIAL SECTION (Continued)	<u>Page</u>
Other Supplementary Information (Continued)	
G. Proprietary Funds:	
Enterprise Fund - Food Services:	
G-1 Combining Statement of Net Assets	64
G-2 Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	65
G-3 Combining Statement of Cash Flows	66
Internal Service Fund:	
G-4 Combining Statement of Net Assets	N/A
G-5 Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	N/A
G-6 Combining Statement of Cash Flows	N/A
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Assets	67
H-2 Combining Statement of Changes in Fiduciary Net Assets	68
H-3 Student Activity Agency Fund - Schedule of Receipts and Disbursements	69
H-4 Payroll Agency Fund - Schedule of Receipts and Disbursements	70
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	N/A
I-2 Schedule of Obligations under Capital Leases	N/A
I-3 Debt Service Fund Budgetary Comparison Schedule	N/A

STATISTICAL SECTION (Unaudited)

Introduction to the Statistical Section

Financial Trends

J-1 Net Assets by Component	71
J-2 Changes in Net Assets	72 - 73
J-3 Fund Balances - Governmental Funds	74
J-4 Changes in Fund Balances, Governmental Funds	75
J-5 General Fund - Other Local Revenue by Source	76

Revenue Capacity

J-6 Assessed Value and Estimated Actual Value of Taxable Property	77
J-7 Direct and Overlapping Property Tax Rates	78
J-8 Principal Property Taxpayers	79
J-9 Property Tax Levies and Collections	80

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE BLOOMINGDALE BOROUGH SCHOOL DISTRICT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

TABLE OF CONTENTS (Continued)

FINANCIAL SECTION (Continued)	<u>Page</u>
 Debt Capacity	
J-10 Ratios of Outstanding Debt by Type	81
J-11 Ratios of Net General Bonded Debt Outstanding	82
J-12 Direct and Overlapping Governmental Activities Debt	83
J-13 Legal Debt Margin Information	84
 Demographic and Economic Information	
J-14 Demographic and Economic Statistics	85
J-15 Principal Employers	86
 Operating Information	
J-16 Full-time Equivalent District Employees by Function/Program	87
J-17 Operating Statistics	88
J-18 School Building Information	89
J-19 Schedule of Allowable Maintenance Expenditures by School Facility	90
J-20 Insurance Schedule	91 - 92
 SINGLE AUDIT SECTION	
K-1 Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	93 - 94
K-2 Report on Compliance With Requirements That Could have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A -133 and N.J. OMB Circular 04-04	95 - 96
K-3 Schedule of Expenditures of Federal Awards	97
K-4 Schedule of Expenditures of State Financial Assistance	98
K-5 Notes to Schedules of Expenditures of Awards and Financial Assistance	99 - 100
K-6 Schedule of Findings and Questioned Costs	101 -102
K-7 Summary Schedule of Prior Year Audit Findings	103

INTRODUCTORY SECTION

Bloomington Board of Education

WALTER T. BERGEN SCHOOL

225 Glenwild Avenue
Bloomington, NJ 07403

Frank R. Buglione
Interim Superintendent of Schools
TEL: (973) 838-3282
FAX: (973) 838-6397

George J. Hagl
School Business Administrator/Board Secretary
TEL: (973) 838-0555
FAX: (973) 838-1922

November 28, 2012

Honorable President and
Members of the Board of Education
Bloomington School District
County of Passaic, New Jersey 07403

Dear Board Members:

The Comprehensive Annual Financial Report (CAFR) of the Bloomington School District for the fiscal year ended June 30, 2012, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Bloomington Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections: Introductory, Financial, Statistical and Single Audit. The Introduction section includes this transmittal letter, the District's organization chart and a list of principal officials. The Financial section includes the management and discussion, the basic financial statements and schedules, as well as the auditor's report thereon. The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The district is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this Single Audit, including the auditor's report on the internal control structure and compliance with applicable laws

and regulations and findings and recommendations, are included in the single audit section of this report.

1. **REPORTING ENTITY AND ITS SERVICES:** The Bloomingdale School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by Statement No. 14. All funds and account groups of the District are included in this report. The Bloomingdale Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels pre-kindergarten handicapped through eight. These include regular, as well as special education for handicapped youngsters. The district completed the 2011-2012 fiscal year with an enrollment of 616 students, which is 10 students less than the previous year's enrollment. The following details the changes in the student enrollment of the District for the last 15 years.

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Net Change</u>	<u>Percent Change</u>
2011-2012	616	-10	-1.59%
2010-2011	626	+16	+2.62%
2009-2010	610	-23	-3.77%
2008-2009	633	+01	+0.15%
2007-2008	632	-03	-0.47%
2006-2007	635	-18	-2.83%
2005-2006	653	-22	-3.36%
2004-2005	675	-01	-0.15%
2003-2004	676	+04	+0.59%
2002-2003	672	+14	+2.13%
2001-2002	658	+07	+1.07%
2000-2001	651	-01	-0.15%
1999-2000	652	-35	-5.09%
1998-1999	687	-15	-2.14%
1997-1998	702	+04	+0.57%

2. **ECONOMIC CONDITION AND OUTLOOK:** The Borough of Bloomingdale has been experiencing a tax collection rate of 98.66%, indicating a strong economic base. The Borough's proximity to Route 287 and the availability of land within the borough continue to support a reasonable expectation of expansion. Such expansion may result in an increasing number of businesses relocating to the area, as well as a potential increase in the employment level. The result would be an increased tax base for the borough, along with a continuing prosperity.

3. MAJOR INITIATIVES:

Various initiatives are planned for the current school year in the areas of curriculum, professional development for staff, new teacher and principal evaluation models and planning for a district-wide capital projects referendum.

The updating of the curriculum has already begun over the summer months in several areas at Walter T. Bergen Middle School. Work will continue throughout the school year to update and align all areas of the curriculum with both the latest NJ Core Curriculum Content Standards as well as the new national state common core standards. In addition, NJASK test results will be used to better align the curriculum with the needed instructional improvement in both language arts literacy and mathematics.

A newly hired Supervisor of Curriculum is working with staff to accomplish the revisions of the curriculum; the planning of workshop activities and the implementation of newly learned instructional techniques into the classroom. Working as a literacy "coach" the objective is to be supportive of staff as they use the skills learned in the workshops to help improve student learning.

The district is continuing and expanding its partnership with the Butler and Riverdale school districts by participating in professional development activities in reading and writing workshop. This year sessions are being conducted in all grade levels once a month. The integration of reading and writing across the curriculum in grades K thru 8 will help raise student achievement levels.

The multiply disabled (grade second through fourth) class that was opened in the Samuel R. Donald Elementary School last year is now in a newly renovated classroom. Work was performed over the summer months to allow for a larger room and an updated handicapped accessible toilet facility. IPAD technology will soon be added to the program to enhance instruction. The class continues to be promoted throughout Passaic County informing districts of open enrollment opportunities.

A District Evaluation Advisory Committee (DEAC) has been established consisting of teachers, principals, parent and a BOE representative to review various state approved teacher evaluation models. In partnership with the Butler school district's DEAC, work has begun to have presentations on the various models of evaluation. A new evaluation model will be selected before December 31st. Training will then begin on

the new model for implementation in September, 2013. At the same time a new model of principal evaluation will also be determined.

Last year at Walter T. Bergen Middle, the use of the Genesis software was expanded to include morning attendance and electronic grade book. This year the parent portal has been rolled out so that parents have access to their child's grades as well as other school notices and information.

This past summer a number of renovation projects were successfully completed at Samuel R Donald. In addition to the renovation of the MD class, a new roof was installed along with the re-pavement of the parking lot and student play areas. New basketball equipment was also installed. The school library and hallways were painted and new floors were installed in various hallways and entranceways and the main office areas. At Walter T. Bergen, the staff parking lot and student play areas were repaved and new basketball equipment was installed. Our school Board's, Finance, Physical Plant & Transportation Committee is exploring the possibility of a district-wide capital projects referendum to continue the work that was started over the summer months and address other pressing renovation needs..

4. **INTERNAL ACCOUNTING CONTROLS:** The Management of the District is responsible for establishing and maintaining internal controls designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits require estimates and judgments by management.

As a recipient of federal awards and state financial assistance, the District is also responsible for internal controls to ensure compliance with applicable laws and regulations related to those programs. Internal control is also subject to periodic evaluation by the District management. The district has completed a Standard Operating Procedure (SOP) Manual and revised its Policy Manual to conform to the School Accountability Act.

As part of the District's single audit described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5. **BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund and special revenue fund. Capital improvements are accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2012.

6. **ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect Generally Accepted Accounting Principles as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to Financial Statements", Note 1.
7. **FINANCIAL INFORMATION AT FISCAL YEAR-END:** As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The Board continuously strives to contain costs wherever possible.
8. **DEBT ADMINISTRATION:** As of June 30, 2012, the District has no outstanding debt service bonds.
9. **CASH MANAGEMENT:** The investment policy of the district is guided in large part by state statute as detailed in "Notes to Financial Statements", Note 2. The District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
10. **RISK MANAGEMENT:** The Board carries various forms of insurance including, but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

11. OTHER INFORMATION:

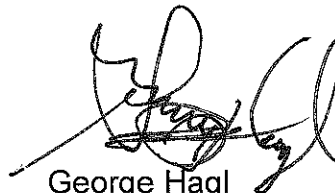
Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ferraioli, Wielkotz, Cerullo & Cuva, a professional association of Certified Public Accountants, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act Amendments 1996 and the related OMB Circular A-133 and New Jersey OMB's Circular 04-04. The auditor's report on the general-purpose financial statements combining individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report. Format of the financial statements may deviate from prior year audits due to the required implementation of GASB 34.

- 12. ACKNOWLEDGMENTS:** We would like to express our appreciation to the members of the Bloomingdale Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and school secretarial staff.

Respectfully submitted,



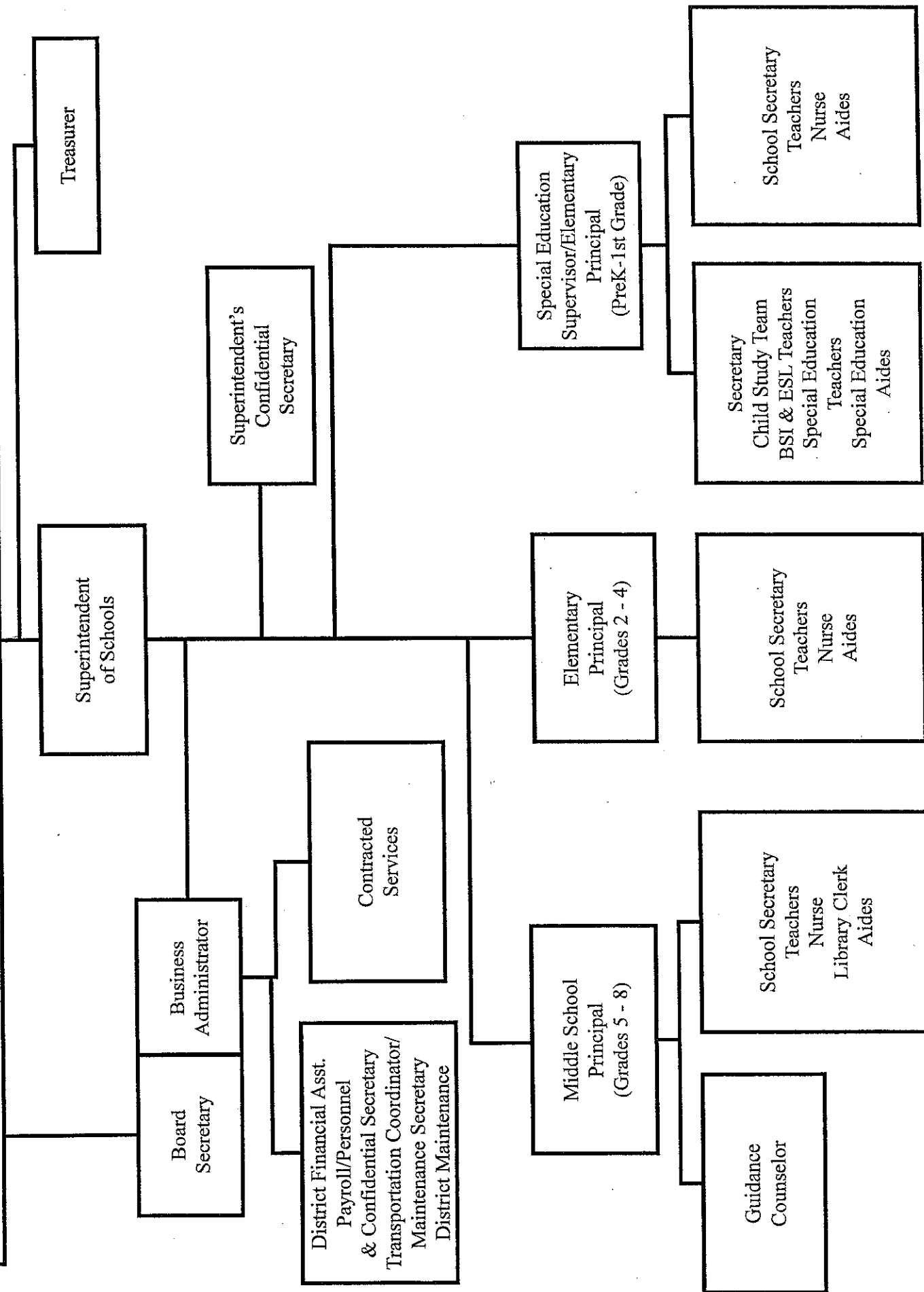
Frank Buglione
Interim Superintendent of School



George Hagl
Board Secretary/
School Business Administrator

Bloomington Board of Education Administrative Flow Chart

School Board Members



**BLOOMINGDALE BOROUGH BOARD OF EDUCATION
BLOOMINGDALE, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2012**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Lauren Grecco, President	2012
John Pituch, Vice President	2012
Sheldon Bross	2013
Richard Dellaripa	2014
Cathy Gurbisz	2013
Thomas Kroncke	2012
Michael Moeller	2014
Maryann Rickelmann	2014
Andrew Samuel	2013

Other Officials

Terrance Brennan, Interim Superintendent of Schools

George Hagl, School Business Administrator/Board Secretary

Sherry Gallagher, Treasurer of School Moneys

Jeff Merlino, Esq., Board Attorney

**BLOOMINGDALE BOROUGH BOARD OF EDUCATION
BLOOMINGDALE, NEW JERSEY**

CONSULTANTS AND ADVISORS

JUNE 30, 2012

Audit Firm

Ferraioli, Wielkottz, Cerullo & Cuva, P.A.
401 Wanaque Avenue
Pompton Lakes, NJ 07442

Attorney

Jeff Merlino
Lindabury, McCormick & Estabrook
53 Cardinal Drive
P. O. Box 2369
Westfield, NJ 07091

Official Depository

Lakeland Bank
23 Main Street
Bloomingdale, NJ 07403

FINANCIAL SECTION

Ferraioli, Wielkottz, Cerullo & Cuva, P.A.

Charles J. Ferraioli, Jr., MBA, CPA, RMA
Steven D. Wielkottz, CPA, RMA
James J. Cerullo, CPA, RMA
Paul J. Cuva, CPA, RMA
Thomas M. Ferry, CPA, RMA

Certified Public Accountants
401 Wanaque Avenue
Pompton Lakes, New Jersey 07442
973-835-7900
Fax 973-835-6631

Newton Office
100B Main Street
Newton, N.J. 07860
973-579-3212
Fax 973-579-7128

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Borough of Bloomingdale School District
County of Passaic
Bloomingdale, New Jersey

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Board of Education of the Borough of Bloomingdale School District, in the County of Passaic, State of New Jersey, as of and for the fiscal year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Borough of Bloomingdale Board of Education's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Borough of Bloomingdale Board of Education, in the County of Passaic, State of New Jersey, as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

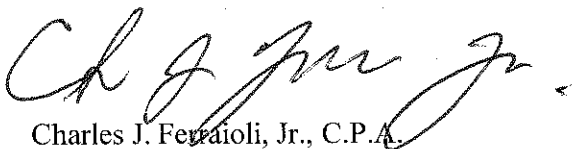
In accordance with *Government Auditing Standards*, we have also issued our report dated November 28, 2012 on our consideration of the Borough of Bloomingdale Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant

agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and Budgetary Comparison Information on pages 12 through 19 and 54 through 61 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Bloomingdale Board of Education's basic financial statements. The accompanying introductory section, and other supplementary information, such as, the combining and individual fund financial statements, long-term debt schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and long-term debt schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

The accompanying schedules of federal awards and state financial assistance are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid respectively, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Charles J. Ferraioli, Jr., C.P.A.
Licensed Public School Accountant
No. 749

Ferraioli, Wielkots, Cerullo, & Cuva, P.A.

Ferraioli, Wielkots, Cerullo & Cuva, P.A.
Certified Public Accountants

November 28, 2012

**REQUIRED SUPPLEMENTARY
INFORMATION - PART I**

BLOOMINGDALE PUBLIC SCHOOL DISTRICT
BLOOMINGDALE BOROUGH

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED

The discussion and analysis of the Bloomingdale Public School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and fund financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights (From Exhibit C1)

The following provides a synopsis of the district's fund balance status for the 2011/2012 fiscal year:

Fund Balance as of June 30, 2012	<u>\$2,697,714.22</u>
Less:	
Reserve for Encumbrances	(21,000.00)
Unrestricted-Designated for Subsequent Year's Expenditures (FY12/13)	(576,610.00)
Excess Surplus (to be designated in FY 12/13 budget)	(42,485.00)
Capital Reserve Account	(1,092,211.32)
Tuition Reserve Account	<u>(178,307.56)</u>
Unreserved Fund Balance as of July 1, 2012	<u>\$ 787,100.34</u>

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Bloomingdale Public School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The General Fund is the most significant fund contained within these financial statements.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School district as a whole looks at all financial transactions and asks the question, "How did we do financially during 2011/2012?" The Statement of Net Assets and the Statement of Activities help answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. These bases of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the school district as a whole, the financial positions of the School district has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, the School District is divided into two distinct kinds of activities:

- ◆ Governmental activities – All of the School District's programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- ◆ Business-Type Activities – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School district's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School district's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same. The Enterprise Fund is the only fund which can be described as a "for profit" (or loss) fund operated within a governmental entity.

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. These financial statements are prepared in accordance with GASB Statement 34.

Table 1 provides a summary of the School District's combined net assets for 2011/2012 fiscal year.

Table 1
Net Assets
(From Exhibit A-1)

	Governmental Activities		Business – Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Assets						
Current and other assets	\$3,243,938.82	\$2,592,839.84	\$28,153.92	\$38,927.18	\$2,179,881.42	\$2,320,486.82
Capital assets, net	\$1,424,825.11	\$1,330,570.72	\$25,731.29	\$31,293.50	\$1,450,556.40	\$1,361,364.22
Total assets	\$4,668,763.93	\$3,923,510.56	\$53,885.21	\$70,220.68	\$3,630,437.82	\$3,682,351.04
Liabilities						
Other liabilities	\$ 718,721.60	\$ 425,830.53		\$ 190.00	\$ 718,721.60	\$ 408,651.04
Long term liabilities	\$ 675,504.78	\$ 698,506.12			\$ 675,504.78	\$ 698,502.12
Total liabilities	\$1,394,226.38	\$1,124,336.65		\$ 190.00	\$1,394,226.38	\$1,124,526.65
Net assets						
Invested in capital assets, net of debt	\$1,424,825.11	\$1,330,570.72	\$25,731.29	\$31,293.50	\$1,450,556.40	\$1,361,864.22
Restricted	\$1,313,003.88	\$1,582,474.45			\$1,313,003.88	\$1,582,474.45
Unrestricted	\$ 536,708.56	\$(113,971.26)	\$28,153.92	\$38,737.18	\$ 564,862.48	\$ (75,234.08)
Total net assets	\$3,274,537.55	\$2,799,073.91	\$53,885.21	\$70,030.68	\$3,328,422.76	\$2,869,104.59

Table 2 shows the changes in net assets for the 2011/2012 fiscal year. These financial statements are prepared in accordance with GASB Statement 34.

Table 2
Changes in Net Assets
(From Exhibit A-2)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues						
Program Revenues:						
Charges for Services	\$ 5,280.00		\$112,416.48	\$121,428.38	\$ 117,696.48	\$ 121,428.38
Operating Grants and Contributions	297,742.00	303,206.00	63,569.96	49,716.66	361,311.96	352,922.66
Capital Grants and Contributions		7,920.00				7,920.00
General Revenues:						
Taxes:						
Property Taxes	14,142,093.00	14,290,069.00			14,142,093.00	14,290,069.00
Federal and State Aid not Restricted	3,080,634.15	2,608,796.61			3,080,634.15	2,608,796.61
Miscellaneous Income	170,270.80	336,352.94	50.81	98.91	170,321.61	336,451.85
Total Revenue and Transfers	\$17,696,019.95	\$17,546,344.55	\$176,037.25	\$171,243.95	\$17,872,057.20	\$17,717,588.49
Functions / Program Expenses						
Instruction:						
Regular	\$3,610,538.96	\$3,350,672.13			\$3,610,538.96	\$3,350,672.13
Special	1,262,086.17	1,354,276.58			1,262,086.17	1,354,276.58
Other Special Instruction	285,386.99	304,389.07			285,386.99	304,389.07
Other Instruction	54,368.39	53,557.38			54,368.39	53,557.38
Support Services:						
Tuition	5,707,889.66	5,821,923.29			5,707,889.66	5,821,923.29
Student & Instruction Related Services	2,355,186.53	2,211,694.74			2,355,186.53	2,211,694.74
School Administrative Services	478,846.21	377,217.76			478,846.21	377,217.76
General Administrative Services	296,026.05	378,040.58			296,026.05	378,040.58
Central Services and Admin. Info. Tech.	366,162.56	341,427.07			366,162.56	341,427.07

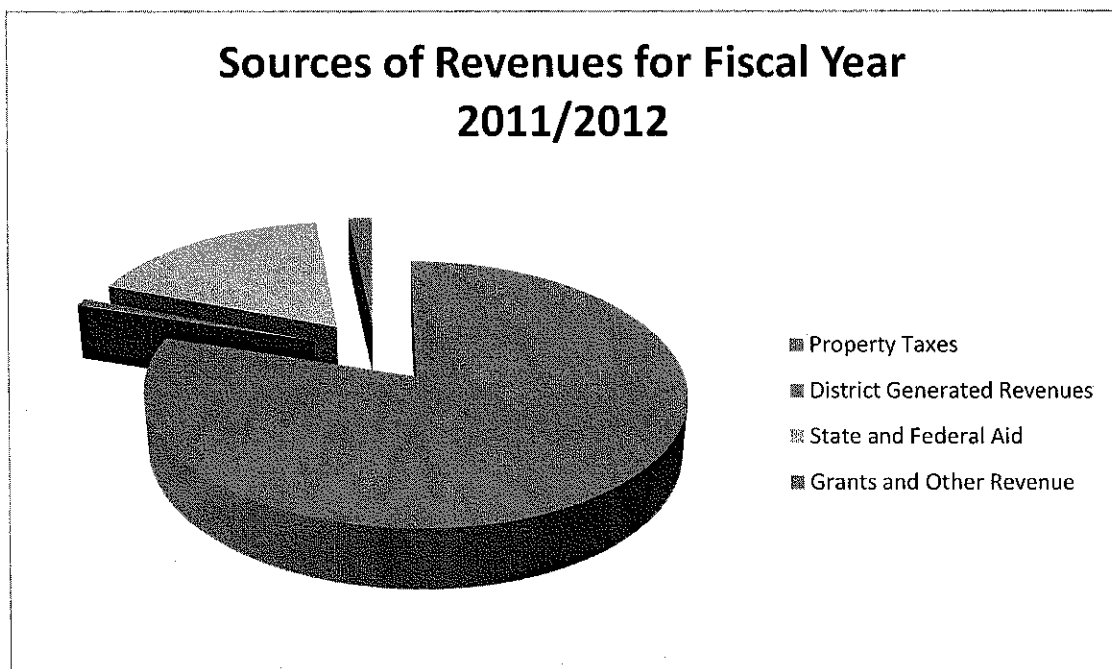
Plant Operations and Maintenance	1,043,766.00	938,070.53			1,043,766.00	938,070.53
Pupil Transportation	958,544.22	906,056.86			958,544.22	906,056.86
Capital Outlay – Non-depreciable	923.00	1,587.00			923.00	1,587.00
Transfer to Charter School	38,802.00	45,744.00			38,802.00	45,744.00
Unallocated Benefits	755,597.77	620,932.27			755,597.77	620,932.27
Unallocated Depreciation	6,431.80	100,551.65			6,431.80	100,551.64
Food Service			192,182.72	180,128.76	192,182.72	180,128.76
Total Expenses and Transfers	17,220,556.31	16,806,140.91	192,182.72	180,128.76	17,412,739.03	16,986,269.67
Increase or (Decrease) in Net Assets	\$ 475,463.64	\$ 740,203.64	\$(16,145.47)	\$(8,884.91)	\$ 459,318.17	\$ 731,318.82

Governmental Activities

Revenues

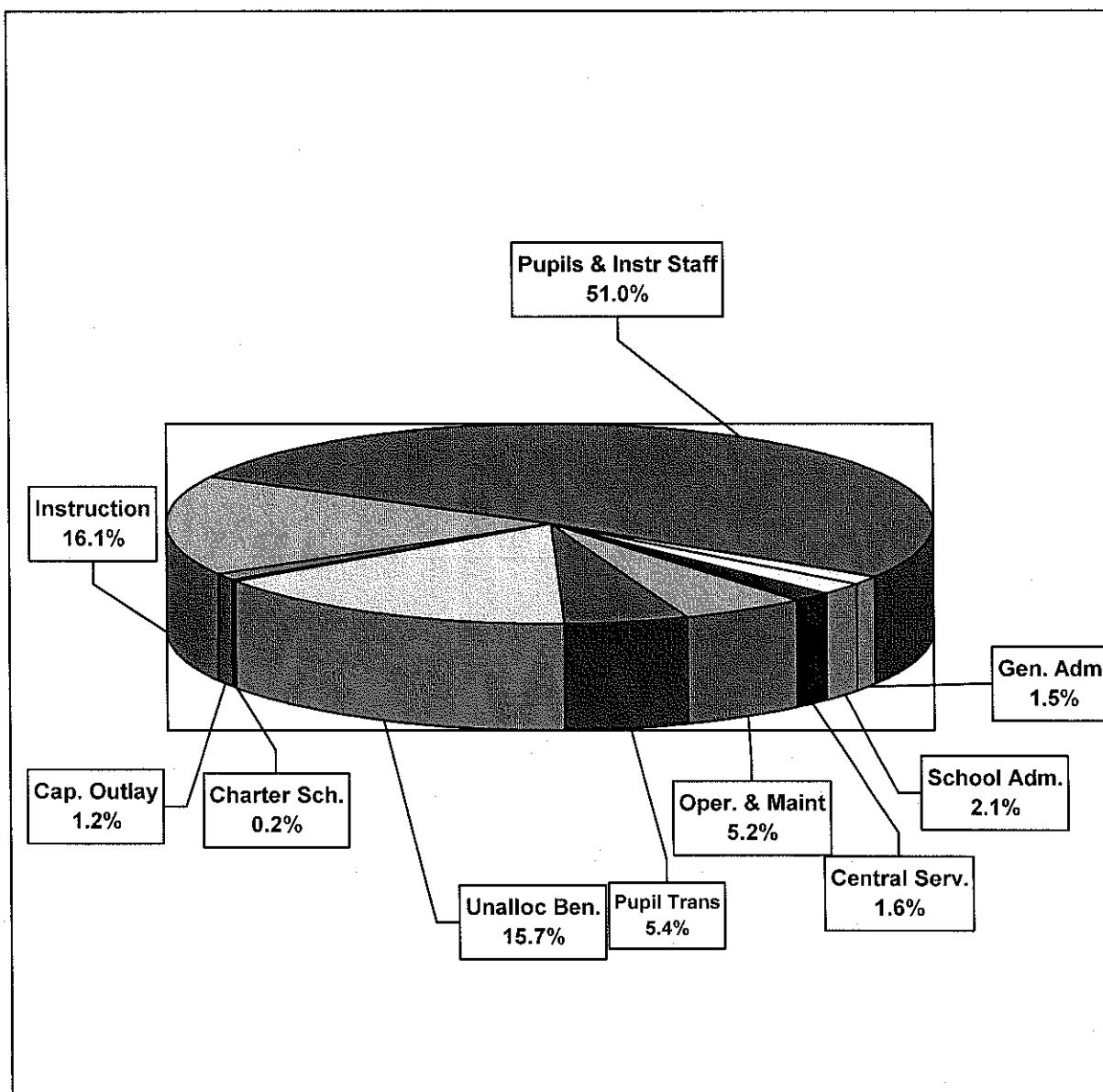
The Bloomingdale School District derived its 2011/2012 school year revenue from Property Taxes (\$14,142,093.00), District Generated Revenue (\$170,270.80), State and Federal Aid (\$3,080,634.15), Grants and Other Revenues (\$297,742.00). Total revenues for the fiscal year ending June 30, 2012 were \$17,690,739.95. Sources of these funds are from Exhibit B-2 and are shown in figure 2.1.

Sources of Revenues for Fiscal Year 2011/2012
(Figure 2.1)



Allocation of our fiscal year 2011/2012 expenditures from Exhibit B-2 stated in percentage terms are shown in figure 2.2 below:

**Expenses for Fiscal Year 2011/2012
(Figure 2.2)**



Business-Type Activities (From Exhibit B-5)

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

- ◆ Operating Revenue Service represents \$112,416.48 of revenue. This represents amount paid by patrons for daily food services.
- ◆ Operating expenses amount to \$192,182.72.

- ◆ Changes in net assets were (\$16,145.47).

Governmental Activities

The Statement of Activities (Exhibit A-2) shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's operating budget by each of these categories.

Table 3

	Total Cost of Services 2012	Net Cost of Services 2012	Total Cost of Services 2011	Net Cost of Services 2011
Instruction	\$ 5,212,380.51	\$ 4,937,391.51	\$ 5,062,895.16	\$ 4,783,566.16
Tuition & Instruction Related Services	8,063,076.19	8,040,323.19	8,033,618.03	8,009,741.03
Administration	1,141,034.82	1,141,034.82	1,096,685.41	1,096,685.41
Plant Operation and Maintenance	1,043,766.00	1,043,766.00	938,070.53	938,070.53
Pupil transportation	958,544.22	958,544.22	906,056.86	906,056.86
Capital Outlay	923.00	923.00	1,587.00	1,587.00
Transfer to Charter School	38,802.00	38,802.00	45,744.00	45,744.00
Unallocated Benefits	755,597.77	755,597.77	620,932.27	620,932.27
Unallocated Deprec. & Amort.	6,431.80	1,151.80	100,551.65	92,631.65
Total expenses	<u>\$ 17,220,556.31</u>	<u>\$ 16,917,534.31</u>	<u>\$ 16,806,140.91</u>	<u>\$ 16,495,014.91</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Tuition & Instruction Related Services include out of district tuition costs and activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

Administration includes General, School and Business Administration support staff.

Plant Operation and maintenance of facilities activities involve keeping the school grounds, buildings and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Unallocated benefits are payments assumed by the State of New Jersey for all of our districts TPAF employees for Pension and Social Security Contributions.

Unallocated Depreciation & Amortization is the recorded depreciation expenses in accordance with GASB 34.

Debt Administration

As of June 30, 2012, the district had no debt service.

For the Future

The Bloomingdale School District is primarily a residential community with very few ratable. Thus, the tax burden is focused on homeowners.

In conclusion, the Bloomingdale Public School District prides itself on sound financial planning, budgeting, and internal financial controls. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School district's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact George Hagl, School Business Administrator/Board Secretary at the Bloomingdale Board of Education, 225 Glenwild Avenue, Bloomingdale, NJ 07403.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STATEMENT OF NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	1,075,048.13	16,092.84	1,091,140.97
Receivables, net	898,371.81	9,057.58	907,429.39
Inventory		3,003.50	3,003.50
Restricted assets:			
Capital reserve account - cash	1,092,211.32		1,092,211.32
Tuition reserve account - cash	178,307.56		178,307.56
Construction in Progress	187,826.90		187,826.90
Land	48,500.00		48,500.00
Other capital assets, net	1,188,498.21	25,731.29	1,214,229.50
Total Assets	4,668,763.93	53,885.21	4,722,649.14
LIABILITIES			
Accounts payable and accrued liabilities	472,420.45		472,420.45
Contracts payable - retainage	1,375.00		1,375.00
Interfund Payable	5,775.58		5,775.58
Payable to federal government	1.10		1.10
Payable to state government	205,094.98		205,094.98
Deferred revenue	34,054.49		34,054.49
Noncurrent liabilities:			
Due beyond one year	675,504.78		675,504.78
Total liabilities	1,394,226.38	-	1,394,226.38
NET ASSETS			
Invested in capital assets, net of related debt	1,424,825.11	25,731.29	1,450,556.40
Restricted for:			
Capital reserve	1,092,211.32		1,092,211.32
Tuition reserve	178,307.56		178,307.56
Other purposes	42,485.00		42,485.00
Unrestricted	536,708.56	28,153.92	564,862.48
Total net assets	3,274,537.55	53,885.21	3,328,422.76

The accompanying Notes to Financial Statements are an integral part of this statement.

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Indirect Expenses Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular	2,786,719.73		823,819.23		274,989.00		(3,335,549.96)
Special education	964,636.27		297,449.90				(1,262,086.17)
Other special instruction	211,482.58		73,904.41				(285,386.99)
Other instruction	40,245.00		14,123.39				(54,368.39)
Support services:							
Tuition	5,707,889.66		-				(5,707,889.66)
Student & instruction related services	1,918,253.34		436,933.19		22,753.00		(2,332,433.53)
General administrative services	257,453.16		38,572.89				(296,026.05)
School administrative service	359,101.53		119,744.68				(478,846.21)
Central Services and Admin. Info. Tech.	276,824.37		89,338.19				(366,162.56)
Plant operations and maintenance	897,813.57		145,952.43				(1,043,766.00)
Pupil transportation	938,315.68		20,228.54				(958,544.22)
Capital Outlay - Non-depreciable	923.00		-				(923.00)
Transfer to Charter School	38,802.00		-				(38,802.00)
Unallocated Benefits	755,597.77		-				(755,597.77)
Unallocated depreciation and amortization			6,431.80	5,280.00			(1,151.80)
Total governmental activities	15,154,057.66		2,066,498.65	5,280.00	297,742.00	-	(16,917,534.31)
Business-type activities:							
Food Service	192,182.72			112,416.48	63,569.96	(16,196.28)	(16,196.28)
Total business-type activities	192,182.72			112,416.48	63,569.96	(16,196.28)	(16,196.28)
Total primary government	15,346,240.38			117,696.48	361,311.96	(16,196.28)	(16,933,730.59)
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net							
Federal and State aid not restricted							
Tuition Received							
Interest Earned							
Miscellaneous Income							
Total general revenues, special items, extraordinary items and transfers							
Change in Net Assets							
Net Assets—beginning							
Net Assets—ending							

The accompanying Notes to Financial Statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS				
Cash and cash equivalents	1,073,673.13		1,375.00	1,075,048.13
Due from other funds	338,116.92			338,116.92
Receivables from Federal government	78,449.00	295,722.00		374,171.00
Receivables from State government	477,707.28			477,707.28
Restricted cash and cash equivalents	1,270,518.88			1,270,518.88
Total assets	<u>3,238,465.21</u>	<u>295,722.00</u>	<u>1,375.00</u>	<u>3,535,562.21</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	467,749.62	3,974.23		471,723.85
Contracts payable - retainage			1,375.00	1,375.00
Accrued salaries and benefits	696.60			696.60
Interfund payable	5,652.30	291,746.67		297,398.97
Payable to federal government		1.10		1.10
Payable to other government	205,094.98			205,094.98
Deferred revenue	34,054.49			34,054.49
Total liabilities	<u>713,247.99</u>	<u>295,722.00</u>	<u>1,375.00</u>	<u>1,010,344.99</u>
Fund Balances:				
Committed to:				
Other purposes	21,000.00			21,000.00
Assigned to:				
Designated for by the board of education subsequent year's expenditures	576,610.00			576,610.00
Restricted for:				
Excess surplus - designated for subsequent year's expenditures	42,485.00			42,485.00
Capital reserve account	1,092,211.32			1,092,211.32
Tuition reserve account	178,307.56			178,307.56
Unassigned:				
General fund	614,603.34			614,603.34
Total fund balances	<u>2,525,217.22</u>	<u>-</u>	<u>-</u>	<u>2,525,217.22</u>
Total liabilities and fund balances	<u>3,238,465.21</u>	<u>295,722.00</u>	<u>1,375.00</u>	

Amounts reported for *governmental activities* in the statement of net assets (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$4,735,977.71 and the accumulated depreciation is \$3,311,152.60

1,424,825.11

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.

(675,504.78)

Net assets of governmental activities

\$ 3,274,537.55

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	General Fund	Special Revenue Fund	Total Governmental Funds
REVENUES			
Local sources:			
Local tax levy	14,142,093.00		14,142,093.00
Tuition charges	99,006.02		99,006.02
Interest earned on capital reserve funds	1,018.69		1,018.69
Interest earned on Tuition reserve funds	673.36		673.36
Unrestricted miscellaneous revenues	69,572.73		69,572.73
Total - Local sources	14,312,363.80	-	14,312,363.80
State sources	2,988,280.77		2,988,280.77
Federal sources	92,353.38	297,742.00	390,095.38
Total revenues	17,392,997.95	297,742.00	17,690,739.95
EXPENDITURES			
Current:			
Regular instruction	2,526,625.73	260,094.00	2,786,719.73
Special education instruction	964,636.27		964,636.27
Other special instruction	211,482.58		211,482.58
Other instruction	40,245.00		40,245.00
Support services and undistributed costs:			
Tuition	5,707,889.66		5,707,889.66
Student & instruction related services	1,895,500.34	22,753.00	1,918,253.34
General administrative services	257,453.16		257,453.16
School administrative services	359,101.53		359,101.53
Central services and admin. Info. Tech.	276,824.37		276,824.37
Plant operations and maintenance	897,813.57		897,813.57
Pupil transportation	938,315.68		938,315.68
Unallocated employee benefits	2,725,527.25		2,725,527.25
Transfer to charter schools	38,802.00		38,802.00
Capital outlay	194,572.90	14,895.00	209,467.90
Total expenditures	17,034,790.04	297,742.00	17,332,532.04
Excess (Deficiency) of revenues over expenditures	358,207.91	-	358,207.91
Net change in fund balances	358,207.91	-	358,207.91
Fund balance—July 1	2,167,009.31		2,167,009.31
Fund balance—June 30	2,525,217.22	-	2,525,217.22

The accompanying Notes to Financial Statements are an integral part of this statement.

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Total net change in fund balances - governmental funds (from B-2)	358,207.91
---	------------

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Capital outlays are reported in governmental funds as expenditures.

However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.

Depreciation expense	\$ (113,698.51)	
Depreciable capital outlay	208,544.90	
		94,846.39

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed.(-)	(5,872.00)
--	------------

Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. This amount represents:

Equipment purchased from student activity fund	5,280.00
--	----------

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of the following:

(Increase) Decrease in compensated absences payable	23,001.34
---	-----------

Change in net assets of governmental activities	475,463.64
---	------------

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Business-type Activities - Enterprise Funds
	Food Service
<u>ASSETS</u>	
CURRENT ASSETS	
Cash and cash equivalents	16,092.84
Accounts receivables:	
State	145.17
Federal	3,260.11
Interfund Accounts Receivable:	
General Fund	5,652.30
Inventories	3,003.50
Total current assets	<u>28,153.92</u>
FIXED ASSETS:	
Furniture, machinery & equipment	81,357.00
Less accumulated depreciation	<u>(55,625.71)</u>
Total fixed assets	<u>25,731.29</u>
TOTAL ASSETS	<u><u>53,885.21</u></u>
NET ASSETS	
Invested in capital assets net of related debt	25,731.29
Unrestricted	<u>28,153.92</u>
TOTAL NET ASSETS	<u>53,885.21</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>53,885.21</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Business-type Activities - Enterprise Fund
	Food Service
Operating revenues:	
Charges for services:	
Daily sales - reimbursable lunch programs	88,609.06
Daily sales - non-reimbursable programs	23,705.04
Miscellaneous	102.38
Total operating revenues	<u>112,416.48</u>
Operating expenses:	
Cost of sales	83,551.85
Salaries	66,206.03
Employee benefits	16,205.42
Repairs	1,738.50
Management Fees	7,462.00
General supplies	7,193.79
Depreciation	5,562.21
Miscellaneous	4,262.92
Total operating expenses	<u>192,182.72</u>
Operating loss	<u>(79,766.24)</u>
Non-operating revenues (expenses):	
State sources:	
State school lunch program	2,081.21
Federal sources:	
National school lunch program	47,357.29
Food distribution program	14,131.46
Interest and investment revenue	50.81
Total non-operating revenues (expenses)	<u>63,620.77</u>
Change in net assets	(16,145.47)
Total net assets - Beginning of year	<u>70,030.68</u>
Total net asset - End of year	<u><u>53,885.21</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Business-type Activities - Enterprise Funds
	Food Service
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from customers	112,416.48
Receipts/(payments) for interfunds	18,386.99
Payments to employees	(66,206.03)
Payments to suppliers	(106,485.22)
Net cash provided (used for) operating activities	(41,887.78)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
State Sources	1,936.04
Federal Sources	44,097.18
Net cash provided by (used for) non-capital financing activities	46,033.22
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest and dividends	50.81
Net cash provided by (used for) investing activities	50.81
Net increase (decrease) in cash and cash equivalents	4,196.25
Balances—beginning of year	11,896.59
Balances—end of year	16,092.84
Reconciliation of operating income (loss) to net cash provided (used for) operating activities:	
Operating income (loss)	(79,766.24)
Adjustments to reconcile operating income (loss) to net cash provided (used for) operating activities:	
Depreciation	5,562.21
Food distribution program	14,131.46
(Increase)/ decrease in interfund receivable	18,386.99
(Increase) / decrease in inventories	(12.20)
Increase /(decrease) in accounts payable	(190.00)
Total adjustments	37,878.46
Net cash provided by (used for) operating activities	(41,887.78)

The accompanying Notes to Financial Statements are an integral part of this statement.

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2012

	Unemployment Compensation Trust	Agency Funds
ASSETS		
Cash and cash equivalents	24,485.11	286,482.45
Total assets	24,485.11	286,482.45
LIABILITIES		
Interfund payable		46,493.53
Accrued salaries and wages		108,910.61
Flexible spending account		1,069.38
Payable to student groups		68,034.25
Payroll deductions and withholdings		61,974.68
Total liabilities	-	286,482.45
NET ASSETS		
Held in trust for unemployment claims and other purposes	24,485.11	

The accompanying Notes to Financial Statements are an integral part of this statement.

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Unemployment Compensation Trust</u>
ADDITIONS	
Contributions:	
Employee Contributions	29,043.46
Board Contributions	<u>12,436.30</u>
Total Contributions	<u>41,479.76</u>
Investment earnings:	
Interest	<u>38.19</u>
Net investment earnings	<u>38.19</u>
Total additions	<u>41,517.95</u>
DEDUCTIONS	
Unemployment claims	<u>30,801.99</u>
Total deductions	<u>30,801.99</u>
Change in net assets	10,715.96
Net assets—beginning of the year	<u>13,769.15</u>
Net assets—end of the year	<u><u>24,485.11</u></u>

**NOTES TO THE BASIC
FINANCIAL STATEMENTS**

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Board of Education ("Board") of the Borough of Bloomingdale School District ("District") is an instrumentality of the State of New Jersey, established to function as an educational institution. The Borough of Bloomingdale School District is a Type II district located in the County of Passaic, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the District is to educate students in grades K-8. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is whether:

- the organization is legally separate (can sue or be sued in their own name)
- the Board holds the corporate powers of the organization
- the Board appoints a voting majority of the organization's board
- the Board is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the Board
- there is a fiscal dependency by the organization on the Board

Based on the aforementioned criteria, the Board has no component units. Furthermore, the Board is not includable in any other reporting entity on the basis of such criteria.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education of the Borough of Bloomingdale School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Board also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities provided they do not conflict with or contradict GASB pronouncements. The more significant of the board's accounting policies are described below.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Basis of Presentation

The Board's basic financial statements consist of District-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

District-wide Financial Statements

The statement of net assets and the statement of activities display information about the Board as a whole. These statements include the financial activities of the overall District, except for the fiduciary funds. The statements distinguish between those activities of the Board that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities of the Board at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the governmental activities and for the business-type activities of the Board. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Board, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the Board.

Fund Financial Statements

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - *government*, *proprietary*, and *fiduciary* - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models. The various funds of the Board are grouped into the categories: governmental, proprietary and fiduciary.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Basis of Presentation (continued)

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions of the Board are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Board's governmental funds:

General Fund - The General Fund is the general operating fund of the Board. It is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the Capital Outlay subfund.

As required by the New Jersey State Department of Education, the Board includes budgeted Capital Outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, District taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from sale of bonds, lease purchases and other revenues.

Debt Service Fund - The debt service fund is used to account for the accumulation of resources for and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Basis of Presentation (continued)

PROPRIETARY FUNDS

The focus of Proprietary Fund measurement is upon determination of net income, changes in net assets, financial position and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. Proprietary funds are classified as enterprise or internal service; the Board has no internal service funds. The following is a description of the Proprietary Funds of the Board:

Enterprise Funds - The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the Board is that the costs (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the Board has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The Board's Enterprise Fund is comprised of the Food Service Fund.

FIDUCIARY FUNDS

Fiduciary Fund - Fiduciary Fund reporting focuses on net assets and changes in net assets. The Fiduciary Funds are used to account for assets held by the Board on behalf of individuals, private organizations, other governments and/or other funds. Fiduciary Funds include the Unemployment Compensation Insurance Fund, Student Activities Fund and Payroll Agency Fund.

B. Measurement Focus

District-wide Financial Statements

The District-wide statements (i.e., the statement of net assets and the statement of activities) are prepared using the economic resources measurements focus and the accrual basis of accounting. All assets and liabilities associated with the operation of the Board are included on the statement of net assets, except for fiduciary funds.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus (continued)

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the District-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the District-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the Board finances and meets the cash flow needs of its proprietary activities.

C. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The District-wide financial statements and the financial statements of the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year.

Nonexchange transactions, in which the Board receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants,

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Accounting (continued)

Revenues - Exchange and Non-exchange Transactions (continued)

entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Board must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under GAAP, in accordance with GASB No. 33, Accounting and Financial Reporting for Nonexchange Transactions, the last state aid payment is not considered revenue to the school district if the state has not recorded the corresponding expenditure, even though state law dictates recording the revenue.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: ad valorem property taxes, tuition, unrestricted grants and interest.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement of focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

D. Budgets/Budgetary Control

Annual appropriated budgets are adopted in the spring of the preceding year for the general, and special revenue funds. The budgets are submitted to the county superintendents office for approval. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2(g)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. The Board of Education did not make any material supplemental budgetary appropriations during the fiscal year.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Budgets/Budgetary Control (continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

E. Encumbrances

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds, other than the special revenue fund, are reported as reservations of fund balances at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the special revenue fund, for which the Board has received advances, are reflected in the balance sheet as deferred revenues at fiscal year end.

The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year end.

F. Cash, Cash Equivalents and Investments

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Cash, Cash Equivalents and Investments (continued)

Additionally, the Board has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

G. Tuition Revenues/Receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

H. Tuition Payable

Tuition charges were established by the receiving district. The charges are subject to adjustment when the final costs have been determined.

I. Inventories

On District-wide financial statements, inventories are presented at cost, which approximate market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories are valued at cost, which approximate market, using the first-in-first-out (FIFO) method. Inventories of proprietary funds consist of food and goods held for resale, as well as supplies, and are expensed when used.

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2012, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Short-Term Interfund Receivables/Payables

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

L. Capital Assets

General capital assets are those assets not specifically related to activities reported in the enterprise fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the district-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activity column of the District-wide statement of net assets and in the fund.

All capital assets acquired or constructed during the year are recorded at actual cost. Donated fixed assets are valued at their estimated fair market value on the date received. The capital assets acquired or constructed prior to June 30, 1993 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Donated capital assets are valued at their estimated fair market value on the date received. The Board maintains a capitalization threshold of \$2,000.00. The Board does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activity Estimated Lives</u>
Sites and Improvements	20 years	N/A
Building and Improvements	7-50 years	N/A
Furniture, Equipment and Vehicles	5-20 years	5-20 years

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the Board and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the Board and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

N. Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Deferred revenue in the special revenue fund represents cash that has been received but not yet earned. See Note 2(E) regarding the special revenue fund.

O. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the District-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds, long-term obligations, and capital leases that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

P. Fund Balances:

Fund balance is divided into five classifications based primarily on the extent to which the Board is bound to observe constraints imposed upon the resources in the governmental funds. The classifications are as follows:

- **Nonspendable** fund balance includes amounts that are not in a spendable form (inventory, for example) or are required to be maintained intact (the principal of an endowment fund, for example).
- **Restricted** fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers (for example, grant providers), constitutionally, or through enabling legislation (that is, legislation that creates a new revenue source and restricts its use). Effectively, restrictions may be changed or lifted only with the consent of resource providers.
- **Committed** fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the Board's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.
- **Assigned** fund balance comprises amounts *intended* to be used by the Board for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
- **Unassigned** fund balance is the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Positive unassigned amounts will be reported only in the general fund.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Q. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Board or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Board applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

R. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Board, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year.

T. Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. TPAF on-behalf contributions and changes in compensating absences have not been allocated and have been reported as unallocated benefits on the Statement of Activities. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities as unallocated depreciation. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

U. Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that effect certain reports, amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2012, \$-0- of the District's bank balance of \$2,936,936.56 was exposed to custodial credit risk.

Investments

Investment Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investments to 397 days.

Credit Risks

New Jersey Statutes 18A:20-37 limit school district investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America; bonds or other obligations of the school districts or bonds or other obligations of the local unit or units within which the school district is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk

The district places no limit on the amount the District may invest in any one issuer.

Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012

NOTE 4. RECEIVABLES

Receivables at June 30, 2012 consisted of accounts and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of receivables follows:

	Governmental Fund Financial Statements	Proprietary/ Enterprise Fund	District Wide Financial Statements
State Aid	\$ 477,707.28	\$ 145.17	\$477,852.45
Federal Aid	374,171.00	3,260.11	377,431.11
Interfunds	<u>338,116.92</u>	<u>5,652.30</u>	<u>52,145.83</u>
	1,189,995.20	9,057.58	907,429.39
Gross Receivables			
Less: Allowance for Uncollectables	<u>-</u>	<u>-</u>	<u>-</u>
Total Receivables, Net	<u>\$1,189,995.20</u>	<u>\$9,057.58</u>	<u>\$907,429.39</u>

NOTE 5. INTERFUND BALANCES AND ACTIVITY

Balance due to/from other funds at June 30, 2012 consist of the following:

Due to the General Fund from the Payroll Account for Interest earned and disbursements made in the General Fund for Payroll Agency.	\$ 46,493.53
Due to General Fund from Special Revenue Fund for various receipts and disbursements.	291,623.39
Due to the Enterprise Fund from the General Fund for the lunch reimbursement program.	<u>5,652.30</u>
	<u>\$343,769.22</u>

It is anticipated that all interfunds will be liquidated within the fiscal year.

Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012

NOTE 6. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2012 was as follows:

	Balance 6/30/11	Additions	Deductions	Adjustments	Balance 6/30/12
<u>Governmental Activities:</u>					
Capital Assets, Not Being Depreciated:					
Land	48,500.00	-	-	-	48,500.00
Construction in Progress	<u>-</u>	<u>187,826.90</u>	<u>-</u>	<u>-</u>	<u>187,826.90</u>
Total Capital Assets, Not Being Depreciated	<u>48,500.00</u>	<u>187,826.90</u>	<u>-</u>	<u>-</u>	<u>236,326.90</u>
Capital Assets, Being Depreciated					
Building and Building Improvements	4,227,477.78	-	-	-	4,227,477.78
Machinery and Equipment	<u>308,710.03</u>	<u>25,998.00</u>	<u>(62,535.00)</u>	<u>-</u>	<u>272,173.03</u>
Total Capital Assets, Being Depreciated	<u>4,536,187.81</u>	<u>25,998.00</u>	<u>(62,535.00)</u>	<u>-</u>	<u>4,499,650.81</u>
Less: Accumulated Depreciation:					
Building and Improvements	(3,016,318.37)	(104,163.62)	-	-	(3,120,481.99)
Equipment	<u>(237,798.72)</u>	<u>(9,534.89)</u>	<u>62,535.00</u>	<u>(5,872.00)</u>	<u>(190,670.61)</u>
Total Accumulated Depreciation	<u>(3,254,117.09)</u>	<u>(113,698.51)</u>	<u>62,535.00</u>	<u>(5,872.00)</u>	<u>(3,311,152.60)</u>
Total Capital Assets Being Depreciated, Net	<u>1,282,070.72</u>	<u>(87,700.51)</u>	<u>-</u>	<u>(5,872.00)</u>	<u>1,188,498.21</u>
Governmental Activities Capital Assets, Net	<u>1,330,570.72</u>	<u>100,126.39</u>	<u>-</u>	<u>(5,872.00)</u>	<u>1,424,825.11</u>
<u>Business-Type Activity:</u>					
Equipment	<u>81,357.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,357.00</u>
Total	<u>81,357.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,357.00</u>
Less: Accumulated Depreciation:					
Food Services	<u>(50,063.50)</u>	<u>(5,562.21)</u>	<u>-</u>	<u>-</u>	<u>(55,625.71)</u>
Business -Type Activity Capital Assets, Net	<u>31,293.50</u>	<u>(5,562.21)</u>	<u>-</u>	<u>-</u>	<u>25,731.29</u>

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 6. CAPITAL ASSETS (continued)

Depreciation expense was charged to functions as follows:

Support Services:	
Student and Instruction Related Services	\$ 8,775.16
Plant Operations and Maintenance	104,363.55
Unallocated	<u>559.80</u>
Total Depreciation Expense	<u><u>\$113,698.51</u></u>

NOTE 7. LONG-TERM OBLIGATION ACTIVITY

Changes in long-term obligations for the fiscal year ended June 30, 2012 are as follows:

	Balance <u>June 30, 2011</u>	<u>Issued</u>	<u>Retired</u>	Balance <u>June 30, 2012</u>	Long- Term Portion
Compensated absences payable	<u>\$698,506.12</u>	<u>\$75,956.66</u>	<u>\$(98,958.00)</u>	<u>\$675,504.78</u>	<u>\$675,504.78</u>

A. Bonds Payable

Bonds are authorized in accordance with State Law by the voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are General Obligation Bonds.

The Board of Education did not have any outstanding school bonds at June 30, 2012.

B. Bonds Authorized But Not Issued

As of June 30, 2012 the District had no bonds authorized but not issued.

Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012

NOTE 8. OPERATING LEASES

The School District has a commitment to lease 4 copiers under an operating lease that expires January, 2015. Total operating lease payments made during the fiscal year were \$25,372.80. Future operating lease payments are as follows:

<u>Year</u>	<u>Amount</u>
2012/2013	\$25,524.00
2013/2014	25,524.00
2014/2015	<u>12,762.00</u>
Total future operating lease payments	<u>\$63,810.00</u>

NOTE 9. PENSION PLANS

Description of Plans - Substantially all employees of the District are covered by either the Public Employees' Retirement System (PERS), the Teachers' Pension and Annuity Fund (TPAF) or the Defined Contribution Retirement Program (DCRP), which have been established by state statute. PERS and TPAF are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or reports can be accessed on the Internet at: <http://www.state.nj.us/treasury/pensions/annrptsarchive.htm>. Prudential Financial jointly administers the DCRP investments with the New Jersey Division of Pensions and Benefits. As a general rule, all full-time employees are eligible to join the TPAF or the PERS. However, if an employee is ineligible to enroll in the TPAF or PERS, the employee may be eligible to enroll in DCRP.

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012

NOTE 9. PENSION PLANS (continued)

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

Defined Contribution Retirement Plan (DCRP) - The Defined Contribution Retirement Program was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The program provides eligible members with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

Contribution Requirements - The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by the State of New Jersey legislation. The pension funds provide for employee contributions based on 5.5% of PERS and 5.5% for TPAF of the employee's annual compensation. Pursuant to the provisions of Chapter 78, P.L. 2011, this amount will increase to 6.5% plus an additional 1% phased in over 7 years beginning in the first year. For fiscal year 2012, the member rate will increase in October 2011. This phase in will take place on July 1 of each subsequent fiscal year. Employers are required to contribute at an actuarially determined rate in all Funds except SACT. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and TPAF. In the PERS and TPAF, the employer contribution includes funding for post-retirement medical premiums. Employee contributions for DCRP are based on 5.50% of employee's annual compensation and are matched by a 3% employer contribution.

During the year ended June 30, 2012 for TPAF, which is a cost sharing plan with special funding situations, annual pension cost equals annual required contribution. For PERS, which is a cost sharing multi-employer defined benefit pension plan, the annual pension cost differs from the annual required contribution due to the enactment of Chapter 114, P.L. 1997. TPAF employer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997.

Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012

NOTE 9. PENSION PLANS (continued)

The Board's contribution to PERS, equal to the required contributions for each year, were as follows:

Year Ending

6/30/12	\$111,559.00
6/30/11	107,604.00
6/30/10	77,132.01

The State of New Jersey contribution to TPAF (paid on-behalf of the District) for normal and post retirement benefits were as follows:

<u>Year Ending</u>	<u>Pension Contributions</u>	<u>Post-Retirement Medical Contributions</u>	<u>NCGI Premium</u>
6/30/12	\$128,496.00	\$286,028.00	\$13,789.00
6/30/11	-	294,535.00	13,867.00
6/30/10	-	287,030.00	\$5,283.00

During the year ended June 30, 2012, the State of New Jersey contributed \$428,313.00 to the TPAF for pension contributions, NCGI premium contributions and post-retirement medical benefits on behalf of the Board. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$327,284.77 during the year ended June 30, 2012 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. These amounts have been included in the district-wide financial statements, and the fund-based statements as revenues and expenditures in accordance with GASB 24.

The Board made contributions to the DCRP for the fiscal years ending June 30, 2012, and 2011 in the amount of \$1,161.39 and \$2,178.25, respectively. There were no contributions made for the fiscal year ended June 30, 2010.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 10. POST-RETIREMENT BENEFITS

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS), respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. P.L. 2007, c.103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2011, there were 93,323 retirees eligible for post-retirement medical benefits and the State contributed \$935.5 million on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994 Chapter 62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State is also responsible for the cost attributable to P.L. 1992 Chapter 126, which provides free health benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. In fiscal year 2011, the State paid \$144 million toward Chapter 126 benefits for 15,709 eligible retired members.

NOTE 11. DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Lincoln Life
Syracusa

Valic

NOTE 12. RISK MANAGEMENT

The District is exposed to various risks of loss related to general liability; theft of, damage to, and destruction of assets; errors or omissions; injuries to employees; and natural disasters. The Board has obtained insurance coverage to guard against these events to minimize the exposure to the District should they occur.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 12. RISK MANAGEMENT (continued)

The Bloomingdale School District is currently a member of the Pooled Insurance Program of N.J. (the "Pool"). The Pool provides their members with Liability, Property and Worker's Compensation and Employer Liability Insurance. The Pool is a risk-sharing public entity risk pool that is both an insured and self administered group of school districts, established for the purpose of providing low-cost insurance coverage for their respective members in order to keep insurance costs at a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Pool are elected.

As a member of the Pool, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Pool were to be exhausted, members would become responsible for their respective shares of the Pool's liabilities. However, this Pool has fully reinsured the exposures above all limits subscribed by its members.

The Pool can declare and distribute dividends to members upon approval of the State of New Jersey Department of Insurance. These distributions are divided among the members in the same ratio as their individual assessment relates to the total assessment of the membership body.

Financial statements for the Pool are available at the office of the Pool's administrator, Burton/Kanwisher Agency, 44 Bergen Street, Westwood, NJ 07675.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's trust fund for the current and previous two years:

<u>Fiscal year</u>	<u>Interest Earning/ District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2011-2012	29,081.65	29,043.46	30,801.99	24,485.11
2010-2011	44,337.19	12,411.51	51,426.68	13,769.15
2009-2010	15,933.23	12,625.28	30,684.52	8,447.13

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 13. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Borough of Bloomingdale Board of Education by inclusion of \$100.00 on October 2, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). A district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 6A:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2011 to June 30, 2012 fiscal year is as follows:

Beginning balance, July 1, 2011	\$ 714,792.63
Interest earnings	1,018.69
Deposits:	
Board Resolution June 4, 2012	500,000.00
Withdrawals:	
Board Resolution March 29, 2011	<u>(123,600.00)</u>
Ending balance, June 30, 2012	<u><u>\$1,092,211.32</u></u>

The balance in the capital reserve account at June 30, 2012 does not exceed the balance of local support costs of uncompleted capital projects in its LRFP. Withdrawals from the capital reserve, where applicable, are for use in a DOE approved facilities project, consistent with the District's Long Range Facilities Plan.

Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012

NOTE 14. TUITION RESERVE ACCOUNT

The tuition reserve account represents a year end fund balance classification to reserve unrestricted fund balance for a foreseeable future tuition adjustment pursuant to N.J.A.C. 6A:23A-17.1(f). The tuition reserve enables the District to reserve fund balance for an anticipated large tuition adjustment. The activity of the tuition reserve for the July 1, 2011 to June 30, 2012 fiscal year is as follows:

Beginning balance, July 1, 2011	\$311,280.20
Interest earnings	673.36
Deposits:	
Board Resolution June 4, 2012	33,510.00
Withdrawals:	
Board Resolution March 29, 2011	(167,156.00)
Ending balance, June 30, 2012	<u>\$178,307.56</u>

NOTE 15. FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1) - Of the \$2,525,217.22 General Fund fund balance at June 30, 2012, \$21,000.00 is reserved for encumbrances; \$42,485.00 is reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7; \$(42,485.00) of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2013; \$1,092,211.32 has been reserved in the Capital Reserve Account; \$178,307.56 has been reserved in the Tuition Reserve Account; \$576,610.00 has been appropriated and included as anticipated revenue for the year ending June 30, 2012; and \$614,603.34 is unreserved and undesignated.

NOTE 16. CALCULATION OF EXCESS SURPLUS

The designation for reserved fund balance - excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The District did not have any excess surplus at June 30, 2012.

**Borough of Bloomingdale School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2012**

NOTE 17. INVENTORY

Inventory in the Food Service Fund at June 30, 2012 consisted of the following:

Food	\$1,647.05
Supplies	<u>1,356.45</u>
	<u>\$3,003.50</u>

The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by USDA. It is valued at estimated market prices by USDA. The amount of unused commodities at year end is reported on Schedule A as deferred revenue.

NOTE 18. CONTINGENT LIABILITIES

Grant Programs - The school district participates in federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

Litigation - The District's Counsel advises us that they are unaware of any material pending or threatened litigation, claims or assessments.

**REQUIRED SUPPLEMENTARY STATEMENTS
PART II**

BUDGETARY COMPARISON SCHEDULE

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	14,142,093.00		14,142,093.00	14,142,093.00	-
Tuition From Individuals	227,714.00		227,714.00	8,000.00	(219,714.00)
Tuition From Other LEA'S	-		-	86,589.02	86,589.02
Transportation Fees From Individuals				4,417.00	4,417.00
Interest Earned on Capital Reserve Account	150.00		150.00	1,018.69	868.69
Interest Earned on Tuition Reserve Account				673.36	673.36
Unrestricted Miscellaneous Revenues	8,000.00		8,000.00	69,572.73	61,572.73
Total - Local Sources	14,377,957.00	-	14,377,957.00	14,312,363.80	(65,593.20)
State Sources:					
Categorical Special Education Aid	521,128.00		521,128.00	521,128.00	-
Equalization Aid	1,118,398.00		1,118,398.00	1,282,574.00	164,176.00
Anti Bullying	-		-	205.00	205.00
Extraordinary Aid	-		-	443,945.00	443,945.00
Non-Public Transportation Aid	-		-	17,574.00	17,574.00
On-behalf TPAF Pension (non-budgeted)	-		-	128,496.00	128,496.00
On-behalf TPAF NCGI Premium (non-budgeted)	-		-	13,789.00	13,789.00
On-behalf TPAF Post Retirement Medical (non-budgeted)	-		-	286,028.00	286,028.00
TPAF Social Security (Reimbursed - Non-Budgeted)	-		-	327,284.77	327,284.77
Total State Sources	1,639,526.00	-	1,639,526.00	3,021,023.77	1,381,497.77
Federal Sources:					
Education Jobs Fund	76,066.00	2,383.00	78,449.00	78,449.00	-
Medicaid Reimbursement	7,667.00		7,667.00	13,904.38	6,237.38
Total Federal Sources	83,733.00	2,383.00	86,116.00	92,353.38	6,237.38
Total Revenues	16,101,216.00	2,383.00	16,103,599.00	17,425,740.95	1,322,141.95
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Kindergarten - Salaries of Teachers	229,867.00	8,207.09	238,074.09	238,074.09	-
Grades 1-5 - Salaries of Teachers	1,153,641.00	(17,572.98)	1,136,068.02	1,136,068.02	-
Grades 6-8 - Salaries of Teachers	762,204.00	67,625.14	829,829.14	829,829.14	-
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	226,990.00	(17,922.46)	209,067.54	209,067.54	-
Purchased Professional-Educational Services	1,500.00	750.00	2,250.00	2,250.00	-
Purchased Technical Services	660.00	1,185.00	1,845.00	1,845.00	-
Other Purchased Services (400-500 series)	35,436.00	(13,002.36)	22,433.64	22,433.64	-
General Supplies	83,934.09	(1,577.75)	82,356.34	79,716.34	2,640.00
Textbooks	7,684.00	(342.04)	7,341.96	7,341.96	-
Other Objects	218.00	(218.00)			-
TOTAL REGULAR PROGRAMS - INSTRUCTION	2,502,134.09	27,131.64	2,529,265.73	2,526,625.73	2,640.00
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities:					
Salaries of Teachers	83,506.00	(83,506.00)			-
Other Salaries for Instruction	19,737.00	(19,737.00)			-
General Supplies	385.00	(385.00)			-
Total Learning and/or Language Disabilities	103,628.00	(103,628.00)	-	-	-
Multiple Disabilities:					
Salaries of Teachers	66,579.00	14,610.37	81,189.37	81,189.37	-
Other Salaries for Instruction	67,808.00	6,047.58	73,855.58	73,855.58	-
Purchased Professional-Educational Services	-	5,220.00	5,220.00	5,220.00	-
General Supplies	1,617.00	5,157.15	6,774.15	6,735.25	38.90
Total Behavioral Disabilities	136,004.00	31,035.10	167,039.10	167,000.20	38.90
Resource Room/Resource Center:					
Salaries of Teachers	523,357.00	75,041.10	598,398.10	594,312.58	4,085.52
General Supplies	4,748.00	1,488.95	6,236.95	6,226.45	10.50
Total Resource Room/Resource Center	528,105.00	76,530.05	604,635.05	600,539.03	4,096.02
Autism:					
Salaries of Teachers	61,369.00	632.00	62,001.00	62,001.00	-
Other Salaries for Instruction	32,545.00	(10,215.65)	22,329.35	15,411.86	6,917.49
General Supplies	440.00	(7.89)	432.11	341.51	90.60
Total Autism	94,354.00	(9,591.54)	84,762.46	77,754.37	7,008.09

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Preschool Disabilities - Full Time:					
Salaries of Teachers	135,100.00	(69,564.99)	65,535.01	65,535.01	-
Other Salaries for Instruction	50,726.00	(73.93)	50,652.07	28,012.10	22,639.97
General Supplies	2,057.00	(192.75)	1,864.25	1,743.70	120.55
Total Preschool Disabilities - Full Time	187,883.00	(69,831.67)	118,051.33	95,290.81	22,760.52
Home Instruction:					
Salaries of Teachers	10,000.00	-	10,000.00	4,687.12	5,312.88
Purchased Professional -Educational Services	35,000.00	-	35,000.00	19,364.74	15,635.26
General Supplies	250.00	-	250.00	250.00	-
Total Home Instruction	45,250.00	-	45,250.00	24,051.86	21,198.14
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,095,224.00	(75,486.06)	1,019,737.94	964,636.27	55,101.67
Basic Skills/Remedial - Instruction					
Salaries of Teachers	202,790.00	9,223.70	212,013.70	183,534.86	28,478.84
General Supplies	808.00	-	808.00	693.21	114.79
Total Basic Skills/Remedial - Instruction	203,598.00	9,223.70	212,821.70	184,228.07	28,593.63
Bilingual Education - Instruction					
Salaries of Teachers	28,350.00	-	28,350.00	27,057.80	1,292.20
General Supplies	330.00	-	330.00	196.71	133.29
Total Bilingual Education - Instruction	28,680.00	-	28,680.00	27,254.51	1,425.49
School - Sponsored Co /Extra Curr. Activities - Instruction					
Salaries	20,166.00	4,803.00	24,969.00	24,969.00	-
Total School - Sponsored Co / Extra Curr. Activities - Instruction	20,166.00	4,803.00	24,969.00	24,969.00	-
School - Sponsored Athletics - Instruction					
Salaries	15,276.00	-	15,276.00	15,276.00	-
Purchased Services (300-500 Series)	2,200.00	(2,200.00)	-	-	-
Other Objects	450.00	(450.00)	-	-	-
Total School-Spon. Athletics - Inst.	17,926.00	(2,650.00)	15,276.00	15,276.00	-
Total Instruction	3,867,728.09	(36,977.72)	3,830,750.37	3,742,989.58	87,760.79
Undistributed Expenditures - Instruction:					
Tuition to Other LEAS Within the State - Regular	3,204,621.00	-	3,204,621.00	3,204,620.16	0.84
Tuition to Other LEAS Within the State - Special	358,190.00	137,146.76	495,336.76	495,336.76	-
Tuition to County Voc. School Dist.- Regular	557,730.00	(24,628.76)	533,101.24	516,705.00	16,396.24
Tuition to CSSD & Reg. Day Schools	79,458.00	76,723.00	156,181.00	156,181.00	-
Tuition to Private School for Disabled w/in State	1,694,645.00	(360,207.83)	1,334,437.17	1,333,932.48	504.69
Tuition to Priv.Sch. Disabled & Other LEA'S-Spl.,O/S State	-	1,114.26	1,114.26	1,114.26	-
Total Undistributed Expenditures - Instruction:	5,894,644.00	(169,852.57)	5,724,791.43	5,707,889.66	16,901.77
Undistributed Expend. - Attendance & Social Work					
Salaries	71,810.00	7,281.06	79,091.06	79,091.06	-
Purchased Professional and Technical Services	7,150.00	(514.50)	6,635.50	6,635.50	-
Total Undistributed Expend. - Attendance & Social Work	78,960.00	6,766.56	85,726.56	85,726.56	-
Undistributed Expenditures - Health Services					
Salaries	220,602.00	(15,844.84)	204,757.16	204,757.16	-
Purchased Professional and Technical Services	28,225.00	12,653.59	40,878.59	40,878.59	-
Supplies and Materials	3,617.00	3,587.40	7,204.40	7,204.40	-
Other Objects	1,200.00	(741.00)	459.00	459.00	-
Total Undistributed Expenditures - Health Services	253,644.00	(344.85)	253,299.15	253,299.15	-
Undist. Expend.-Speech, OT, PT & Related Services					
Salaries	241,653.00	2,331.00	243,984.00	243,984.00	-
Purchased Professional - Educational Services	63,150.00	46,860.45	110,010.45	100,774.81	9,235.64
Supplies and Materials	3,491.00	(105.60)	3,385.40	3,229.72	155.68
Total Undist. Expend.-Speech, OT, PT & Related Services	308,294.00	49,085.85	357,379.85	347,988.53	9,391.32
Undist. Expend.- Other Supp. Serv. Students - Extra. Serv.					
Salaries	40,170.00	-	40,170.00	30,730.20	9,439.80
Purchased Professional- Educational Services	303,710.00	145,951.41	449,661.41	375,605.38	74,056.03
Supplies and Materials	-	408.94	408.94	408.94	-
Total Undist. Expend.- Other Supp. Serv. Students - Extra Serv.	343,880.00	146,360.35	490,240.35	406,744.52	83,495.83

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	86,197.00	-	86,197.00	67,010.60	19,186.40
Salaries of Secretarial and Clerical Assistants	8,560.00	-	8,560.00	4,515.29	4,044.71
Other Purchased Prof. & Tech Serv	7,150.00	-	7,150.00	6,635.50	514.50
Supplies and Materials	3,224.00	1,786.38	5,010.38	4,969.20	41.18
Total Undist. Expend. - Other Supp. Serv. Students-Reg.	105,131.00	1,786.38	106,917.38	83,130.59	23,786.79
Undist. Expend.-Child Study Teams					
Salaries of Other Professional Staff	311,274.00	23,420.07	334,694.07	315,067.37	19,626.70
Salaries of Secretarial and Clerical Assistants	52,845.00	(805.35)	52,039.65	51,264.00	775.65
Other Purchased Prof. And Tech. Services	1,615.00	343.49	1,958.49	1,958.49	-
Misc. Purchased Services (400-500 series O / than Resid Costs)	2,000.00	149.00	2,149.00	1,230.36	918.64
Supplies and Materials	4,152.00	4,484.79	8,636.79	8,636.79	-
Other Objects	500.00	(15.00)	485.00	426.60	58.40
Total Undist. Expend.-Other Sup. Ser. Students-Spc. Services	372,386.00	27,577.00	399,963.00	378,583.61	21,379.39
Undist. Expend. - Educational Media Serv./Sch. Library					
Salaries	276,412.00	(2.31)	276,409.69	258,874.02	17,535.67
Purchased Profession and Technical Services	2,000.00	-	2,000.00	1,000.00	1,000.00
Other Purchased Services (400-500 Series)	42,540.00	(232.89)	42,307.11	31,136.40	11,170.71
Supplies and Materials	34,311.53	235.20	34,546.73	34,533.57	13.16
Total Undist. Expend. - Edu. Media Serv./Sch. Library	355,263.53	0.00	355,263.53	325,543.99	29,719.54
Undist. Expend. - Instructional Staff Training Serv.					
Other Purchased Services (400-500 series)	17,500.00	210.12	17,710.12	14,221.00	3,489.12
Supplies and Materials	1,141.00	(210.12)	930.88	262.39	668.49
Total Undist. Expend. - Instructional Staff Training Serv.	18,641.00	(0.00)	18,641.00	14,483.39	4,157.61
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	161,609.00	(51,694.47)	109,914.53	109,914.53	-
Legal Services	47,500.00	-	47,500.00	42,912.50	4,587.50
Audit Fees	40,000.00	1,000.00	41,000.00	20,000.00	21,000.00
Architectural/Engineering Services	2,500.00	-	2,500.00	-	2,500.00
Other Purchased Professional Services	2,395.00	-	2,395.00	2,395.00	-
Communications/Telephone	47,776.00	-	47,776.00	34,772.70	13,003.30
BOE Other Purchased Services	2,500.00	-	2,500.00	194.24	2,305.76
Miscellaneous Purchased Services	22,739.00	(6,624.53)	16,114.47	12,080.37	4,034.10
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	9,000.00	-	9,000.00	8,749.20	250.80
BOE In-House Training/Meeting Supplies	1,500.00	-	1,500.00	-	1,500.00
Judgments Against The School District	40,000.00	(242.24)	39,757.76	15,825.00	23,932.76
Miscellaneous Expenditures	3,000.00	-	3,000.00	1,755.42	1,244.58
BOE Membership Dues and Fees	10,000.00	-	10,000.00	8,854.20	1,145.80
Total Undist. Expend. - Supp. Serv. - General Admin.	390,519.00	(57,561.24)	332,957.76	257,453.16	75,504.60
Undist. Expend. - Support Serv. - School Admin.					
Salaries of Principals/Assistant Principals/Prog Dir	231,858.00	32,770.00	264,628.00	264,628.00	-
Salaries of Secretarial and Clerical Assistants	76,892.00	(304.20)	76,587.80	76,587.80	-
Purchased Professional and Technical Services	3,596.00	(71.71)	3,524.29	3,524.29	-
Other Purchased Services (400-500 series)	3,000.00	(1,079.00)	1,921.00	521.55	1,399.45
Supplies and Materials	11,476.00	(2,315.11)	9,160.89	9,160.89	-
Other Objects	4,196.00	742.02	4,938.02	4,679.00	259.02
Total Undist. Expend. - Support Serv. - School Admin.	331,018.00	29,742.00	360,760.00	359,101.53	1,658.47
Undist. Expend. - Central Services					
Salaries	257,971.00	-	257,971.00	254,571.67	3,399.33
Miscellaneous Purchased Services (400-500 Series)	1,500.00	-	1,500.00	350.77	1,149.23
Supplies and Materials	4,000.00	1,861.83	5,861.83	5,625.60	236.23
Miscellaneous Expenditures	1,000.00	515.00	1,515.00	1,515.00	-
Total Undist. Expend. - Central Services	264,471.00	2,376.83	266,847.83	262,063.04	4,784.79
Undist. Expend. - Admin. Info. Tech.					
Purchased Technical Services	16,750.00	-	16,750.00	14,761.33	1,988.67
Total Undist. Expend. - Admin. Info. Tech.	16,750.00	-	16,750.00	14,761.33	1,988.67
Undist. Expend. - Required Maint. School Facilities					
Salaries	67,805.00	(32,544.94)	35,260.06	35,260.06	-
Cleaning, Repair, and Maintenance Services	78,000.00	(16,249.68)	61,750.32	58,821.31	2,929.01
General Supplies	10,000.00	(1,464.34)	8,535.66	8,535.66	-
Total Undist. Expend. - Required Maint. School Facilities	155,805.00	(50,258.96)	105,546.04	102,617.03	2,929.01

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Custodial Services					
Salaries	21,586.00	61,662.60	83,248.60	83,248.60	-
Purchased Professional and Technical Services	4,000.00	11,640.50	15,640.50	13,840.50	1,800.00
Cleaning, Repair, and Maintenance Services	350,056.00	(8,025.00)	342,031.00	338,859.37	3,171.63
Other Purchased Property Services	15,000.00	-	15,000.00	13,071.14	1,928.86
Insurance	61,625.00	(1,131.89)	60,493.11	58,595.00	1,898.11
Miscellaneous Purchased Services	12,707.00	428.64	13,135.64	13,135.64	-
General Supplies	9,500.00	19,521.41	29,021.41	27,975.77	1,045.64
Energy (Electricity)	150,000.00	(2,824.44)	147,175.56	139,119.06	8,056.50
Salaries of Non-Instructional Aides	32,892.00	(1,802.47)	31,089.53	31,089.53	-
Energy (Natural Gas)	115,000.00	(32,806.39)	82,193.61	66,718.49	15,475.12
Energy (Gasoline)	10,000.00	-	10,000.00	7,930.44	2,069.56
Total Undist. Expend. - Other Oper. & Maint. Of Plant	782,366.00	46,662.96	829,028.96	793,583.54	35,445.42
Undist. Expend. - Care & Upkeep of Grounds					
Other Objects	1,200.00	413.00	1,613.00	1,613.00	-
Total Care & Upkeep of Grounds	1,200.00	413.00	1,613.00	1,613.00	-
Total Undist. Expend. - Oper. & Maint. Plant Services	939,371.00	(3,183.00)	936,188.00	897,813.57	38,374.43
Undist. Expend. - Student Transportation Services:					
Salaries of Non-Instructional Aides	10,725.00	-	10,725.00	6,064.04	4,660.96
Salaries for Pupil Trans. - (between home and school) - Regular	6,203.00	-	6,203.00	6,075.88	127.12
Salaries for Pupil Trans. - (bet. home and sch.) - Spec. Ed.	85,311.00	(24,622.72)	60,688.28	51,565.92	9,122.36
Management Fee - ESC & CTSA Trans. Program	19,718.00	196.77	19,914.77	19,914.77	-
Cleaning, Repair, & Maintenance Service	9,617.00	12,150.34	21,767.34	21,767.34	-
Rental Payments - School Buses	2,734.00	-	2,734.00	962.50	1,771.50
Contracted Services - (Bet. Home and Sch) - Vendors	121,166.00	13,177.05	134,343.05	130,957.18	3,385.87
Contracted Services - (Other than Bet. Home & Sch) - Vendors	6,650.00	-	6,650.00	420.00	6,230.00
Contracted Services - (Bet. Home and Sch) - Joint Agreements	35,111.00	(27,928.18)	7,182.82	-	7,182.82
Contracted Services - (Sp Ed Stds) - Vendors	90,550.00	(1,480.00)	89,070.00	89,070.00	-
Contract Services - (Reg. Students) - ESCs & CTSA	-	20,408.40	20,408.40	20,408.40	-
Contract Services - (Spl.Ed. Students) - ESCs & CTSA	478,232.00	18,646.99	496,878.99	496,878.99	-
Contract Services - Aid in Lieu of Payments - Non Public Sch.	109,616.00	(10,548.65)	99,067.35	90,511.30	8,556.05
Contract Services - Aid in Lieu of Payments - Charter Sch.	3,536.00	-	3,536.00	2,652.00	884.00
Transportation Supplies	11,000.00	(2,134.59)	8,865.41	617.36	8,248.05
Other Objects	1,400.00	-	1,400.00	450.00	950.00
Total Undist. Expend. - Student Transportation Serv.	991,569.00	(2,134.59)	989,434.41	938,315.68	51,118.73
UNALLOCATED BENEFITS					
Group Insurance	250.00	26.00	276.00	276.00	-
Social Security Contributions	93,356.00	36,587.78	129,943.78	129,943.78	-
Other Retirement Contributions - PERS	119,369.00	-	119,369.00	112,720.39	6,648.61
Unemployment Compensation	75,000.00	(9,781.27)	65,218.73	27,993.36	37,225.37
Workmen's Compensation	64,258.00	52.00	64,310.00	64,310.00	-
Health Benefits	1,598,136.00	(49,542.06)	1,548,593.94	1,475,028.40	73,565.54
Tuition Reimbursement	40,000.00	17.25	40,017.25	37,017.25	3,000.00
Other Employee Benefits	100,000.00	25,023.30	125,023.30	122,640.30	2,383.00
TOTAL UNALLOCATED BENEFITS	2,090,369.00	2,383.00	2,092,752.00	1,969,929.48	122,822.52
On-behalf TPAF Pension (non-budgeted)	-	-	-	128,496.00	(128,496.00)
On-behalf TPAF NCGI Premium (non-budgeted)	-	-	-	13,789.00	(13,789.00)
On-behalf TPAF Post Retirement Medical (non-budgeted)	-	-	-	286,028.00	(286,028.00)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	327,284.77	(327,284.77)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	755,597.77	(755,597.77)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	2,090,369.00	2,383.00	2,092,752.00	2,725,527.25	(632,775.25)
TOTAL UNDISTRIBUTED EXPENDITURES	12,754,910.53	33,001.72	12,787,912.25	13,058,425.56	(270,513.31)
TOTAL GENERAL CURRENT EXPENSE	16,622,638.62	(3,976.00)	16,618,662.62	16,801,415.14	(182,752.52)
CAPITAL OUTLAY					
Equipment					
Regular Programs - Instruction					
Grades 1-5	-	2,640.00	2,640.00	2,640.00	-
Special Education - Instruction	-	3,183.00	3,183.00	3,183.00	-
Preschool Disabilities - Full Time	-	-	-	-	-
Total Equipment	-	5,823.00	5,823.00	5,823.00	-

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Facilities Acquisition and Construction Services					
Legal Services	10,000.00	-	10,000.00		10,000.00
Architectural/Engineering Services	123,900.00	(22,923.00)	100,977.00	69,076.90	31,900.10
Construction Services	98,000.00	22,000.00	120,000.00	118,750.00	1,250.00
Assessment for Debt Service on SDA Funding	-	923.00	923.00	923.00	-
Total Facilities Acquisition and Construction Services	231,900.00		231,900.00	188,749.90	43,150.10
TOTAL CAPITAL OUTLAY	231,900.00	5,823.00	237,723.00	194,572.90	43,150.10
Transfer to Charter Schools	51,200.00	536.00	51,736.00	38,802.00	12,934.00
TOTAL EXPENDITURES	16,905,738.62	2,383.00	16,908,121.62	17,034,790.04	(126,668.42)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(804,522.62)	0.00	(804,522.62)	390,950.91	1,195,473.53
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(804,522.62)	0.00	(804,522.62)	390,950.91	1,195,473.53
Fund Balance, July 1	2,306,763.31		2,306,763.31	2,306,763.31	
Fund Balance, June 30	1,502,240.69	0.00	1,502,240.69	2,697,714.22	1,195,473.53
Recapitulation of excess (deficiency) of revenues under expenditures:					
Adjustment for Prior Year Encumbrances	(21,412.62)		(21,412.62)	(21,412.62)	
Withdrawal from Capital Reserve for Local Share	(123,600.00)		(123,600.00)	(123,600.00)	
Withdrawal from Tuition Reserve for Tuition Adjustment	(167,156.00)		(167,156.00)	(167,156.00)	
Increase in Capital Reserve:					
Interest	150.00		150.00	1,018.69	868.69
Principal		500,000.00	500,000.00	500,000.00	-
Increase in Tuition Reserve					
Interest				673.36	673.36
Principal		33,510.00	33,510.00	33,510.00	-
Budgeted Fund Balance	(492,504.00)	(533,510.00)	(1,026,014.00)	167,917.48	1,193,931.48
	(804,522.62)	-	(804,522.62)	390,950.91	1,195,473.53
Recapitulation:					
Committed Fund Balance:					
Year-End Encumbrances				21,000.00	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				576,610.00	
Restricted Fund Balance:					
Capital Reserve Account				1,092,211.32	
Tuition Reserve Account				178,307.56	
Excess Surplus Designated for Subsequent Year's Expenditures				42,485.00	
Unassigned Fund Balance				787,100.34	
				2,697,714.22	
Reconciliation to Government Fund Statements (GAAP):					
Less: State Aid Payment not Recognized on GAAP Basis				(172,497.00)	
Fund Balance per Governmental Funds (GAAP)				2,525,217.22	

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
EDUCATION JOBS FUND - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Education Jobs Fund:					
Federal Sources:					
Education Jobs Fund	76,066.00	2,383.00	78,449.00	78,449.00	-
Total Federal Sources	<u>76,066.00</u>	<u>2,383.00</u>	<u>78,449.00</u>	<u>78,449.00</u>	<u>-</u>
TOTAL REVENUES	<u>76,066.00</u>	<u>2,383.00</u>	<u>78,449.00</u>	<u>78,449.00</u>	<u>-</u>
EXPENDITURES:					
Education Jobs Fund:					
UNALLOCATED BENEFITS					
Other Employee Benefits	76,066.00	2,383.00	78,449.00	78,449.00	-
TOTAL UNALLOCATED BENEFITS	<u>76,066.00</u>	<u>2,383.00</u>	<u>78,449.00</u>	<u>78,449.00</u>	<u>-</u>
TOTAL EXPENDITURES	<u>76,066.00</u>	<u>2,383.00</u>	<u>78,449.00</u>	<u>78,449.00</u>	<u>-</u>

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Federal Sources	242,000.00	55,742.00	297,742.00	297,742.00	-
Total Revenues	242,000.00	55,742.00	297,742.00	297,742.00	-
EXPENDITURES:					
Instruction					
Personal Services - Salaries	37,000.00	(13,894.00)	23,106.00	23,106.00	-
Other Purchased Services	181,000.00	39,810.00	220,810.00	220,810.00	-
Instruction Supplies	5,000.00	11,178.00	16,178.00	16,178.00	-
Total Instruction	223,000.00	37,094.00	260,094.00	260,094.00	-
Support Services					
Personal Services - Employee Benefits		4,621.00	4,621.00	4,621.00	-
Purchased Professional and Technical Services	18,000.00	(1,780.00)	16,220.00	16,220.00	-
Supplies & Materials	1,000.00	912.00	1,912.00	1,912.00	-
Total Support Services	19,000.00	3,753.00	22,753.00	22,753.00	-
Facilities Acquisition and Construction Services:					
Equipment		14,895.00	14,895.00	14,895.00	-
Total Facilities Acquisition and Construction Services	-	14,895.00	14,895.00	14,895.00	-
Total Expenditures	242,000.00	55,742.00	297,742.00	297,742.00	-
Total Outflows	242,000.00	55,742.00	297,742.00	297,742.00	-
Excess (Deficiency) of Revenues Over (Under)					
Expenditures and Other Financing Sources (Uses)	-	-	-	-	-

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
BUDGET - TO - GAAP RECONCILIATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Note A - Explanation of difference between budgetary inflows and outflows and GAAP revenues and expenditures.

		General Fund	Special Revenue Fund
Sources/inflows of resources			
Actual amounts (budgetary basis) "revenue"			
from the budgetary comparison schedule	[C-1]&[C-2]	17,425,740.95	297,742.00
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.			
Add: Prior Year Encumbrances			
The last State Aid payment is recognized as revenue for budgetary purposes, in the General Fund and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33).			
State Aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		172,497.00	
State Aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		139,754.00	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - government funds.	[B-2]	<u>17,737,991.95</u>	<u>297,742.00</u>
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]&[C-2]	17,034,790.04	297,742.00
Differences - budget to GAAP			
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.			
Add: Prior Year Encumbrances			-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - government funds.	[B-2]	<u>17,034,790.04</u>	<u>297,742.00</u>

OTHER SUPPLEMENTARY INFORMATION

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Title I Part - A Improving Basic Program	Title II Part - A Teacher / Principal Training & Recruiting	Title III Lang. Inst. For Limited English Proficient & Immigrant Students	Total
REVENUES:				
Federal sources	239,387.00	40,666.00	15,669.00	297,742.00
Total Revenues	239,387.00	40,666.00	15,669.00	297,742.00
EXPENDITURES:				
Instruction:				
Salaries	-	23,106.00		23,106.00
Other Purchased Services	220,810.00			220,810.00
Instructional Supplies	13,799.00	2,379.00		16,178.00
Total instruction	234,609.00	25,485.00	-	260,094.00
Support Services:				
Employee benefits	-	4,621.00		4,621.00
Purchased prof. & tech. services	-	14,200.00	2,020.00	16,220.00
Supplies and Materials	443.00	1,469.00		1,912.00
Total support services	443.00	4,621.00	2,020.00	22,753.00
Facilities acquisition and construction services:				
Equipment	4,335.00	10,560.00	-	14,895.00
Total facilities acquisition and construction services	4,335.00	10,560.00	-	14,895.00
Total Expenditures	239,387.00	40,666.00	15,669.00	297,742.00
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-

Exhibit E-1a

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	I.D.E.A. Part B		Total Carried Forward
	Basic	Preschool	
REVENUES:			
Federal sources	231,738.00	7,649.00	239,387.00
Total Revenues	231,738.00	7,649.00	239,387.00
EXPENDITURES:			
Instruction:			
Salaries			-
Other Purchased Services	215,810.00	5,000.00	220,810.00
Instructional Supplies	11,150.00	2,649.00	13,799.00
Total instruction	226,960.00	7,649.00	234,609.00
Support Services:			
Employee benefits			-
Purchased prof. & tech. services			-
Supplies and Materials	443.00		443.00
Total support services	443.00	-	443.00
Facilities acquisition and construction services:			
Equipment	4,335.00	-	4,335.00
Total facilities acquisition and construction services	4,335.00	-	4,335.00
Total Expenditures	231,738.00	7,649.00	239,387.00
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
ENTERPRISE FUND
FOOD SERVICES
COMBINING STATEMENT OF NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

ASSETS

CURRENT ASSETS:	
Cash and cash equivalents	16,092.84
Accounts receivable:	
State	145.17
Federal	3,260.11
Interfund Accounts Receivable:	
General Fund	5,652.30
Inventories	<u>3,003.50</u>
Total current assets	<u>28,153.92</u>
FIXED ASSETS:	
Equipment	81,357.00
Less: accumulated depreciation	<u>(55,625.71)</u>
Total fixed assets	<u>25,731.29</u>
TOTAL ASSETS	<u><u>53,885.21</u></u>

LIABILITIES AND NET ASSETS

NET ASSETS	
Invested in Capital Assets Net of	
Related Debt	25,731.29
Unrestricted	<u>28,153.92</u>
Total Net Assets	<u>53,885.21</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>53,885.21</u></u>

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
ENTERPRISE FUND
FOOD SERVICES
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

OPERATING REVENUES:

Charges for services:

Daily sales reimbursable programs:

School lunch programs 88,609.06

Daily Sales - non-reimbursable programs 23,705.04

Miscellaneous 102.38

Total operating revenues 112,416.48

OPERATING EXPENSES:

Salaries 66,206.03

Cost of food 83,551.85

Employee benefits 16,205.42

Supplies and materials 7,193.79

Repairs 1,738.50

Management Fees 7,462.00

Depreciation 5,562.21

Miscellaneous 4,262.92

Total operating expenses 192,182.72

OPERATING INCOME (LOSS) (79,766.24)

NON-OPERATING REVENUES (EXPENSES):

State sources:

State school lunch program 2,081.21

Federal sources:

National school lunch program 47,357.29

Food distribution program 14,131.46

Interest revenue 50.81

Total non-operating revenues (expenses) 63,620.77

Change in Net Assets (16,145.47)

Total Net Assets - Beginning of year 70,030.68

Total Net Assets - Ending 53,885.21

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
ENTERPRISE FUND
FOOD SERVICES
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from customers	112,416.48
Receipts/(payments) for interfunds	18,386.99
Payments to employees for services	(66,206.03)
Payments to suppliers for goods and services	<u>(106,485.22)</u>
Net cash provided by (used for) operating activities	<u>(41,887.78)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
State Sources	1,936.04
Federal Sources	<u>44,097.18</u>
Net cash provided by (used for) non-capital financing activities	<u>46,033.22</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest on cash equivalents	<u>50.81</u>
Net cash provided by (used for) by investing activities	<u>50.81</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	4,196.25
CASH AND CASH EQUIVALENTS, July 1	<u>11,896.59</u>
CASH AND CASH EQUIVALENTS, June 30	<u><u>16,092.84</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating Income (loss)	(79,766.24)
Adjustments to reconcile operating income loss to cash provided (used for) by operating activities:	
Depreciation	5,562.21
Food distribution program donated commodities	14,131.46
(Increase)/decrease in interfund receivable	18,386.99
(Increase)/decrease in inventory	(12.20)
Increase/(decrease) in accounts payable	<u>(190.00)</u>
Total adjustments	<u>37,878.46</u>
Net cash provided by (used for) operating activities	<u><u>(41,887.78)</u></u>

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

ASSETS

	<u>Agency Funds</u>		<u>Expendable Trust Fund</u>
	<u>Student Activity</u>	<u>Payroll</u>	<u>Unemployment Compensation Insurance</u>
ASSETS:			
Cash and cash equivalents	68,034.25	218,448.20	24,485.11
Total Assets	<u>68,034.25</u>	<u>218,448.20</u>	<u>24,485.11</u>

LIABILITIES AND NET ASSETS

LIABILITIES:			
Payroll Deductions		61,974.68	
Accrued salaries and wages		108,910.61	
Flexible spending account		1,069.38	
Interfund Payable - General Fund		46,493.53	
Due to student groups	68,034.25		
Total liabilities	<u>68,034.25</u>	<u>218,448.20</u>	<u>-</u>
NET ASSETS			
Held in Trust for Unemployment Claims and other Purposes			24,485.11
Total Net Assets			<u>24,485.11</u>

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
FIDUCIARY FUND
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Unemployment Compensation Insurance Trust
ADDITIONS	
Contributions:	
Plan member	29,043.46
Board unemployment contributions	<u>12,436.30</u>
Total contributions	<u>41,479.76</u>
Investment Earnings:	
Interest	<u>38.19</u>
Net investment earnings	<u>38.19</u>
Total additions	<u>41,517.95</u>
DEDUCTIONS:	
Unemployment compensation claims	<u>30,801.99</u>
Total deductions	<u>30,801.99</u>
Change in Net Assets	<u>10,715.96</u>
Net Assets - Beginning of year	<u>13,769.15</u>
Net Assets - End of year	<u><u>24,485.11</u></u>

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Balance July 1, 2011	Cash Receipts	Cash Disbursements	Balance June 30, 2012
Walter T. Bergen School	37,322.27	88,101.33	88,281.64	37,141.96
Martha B. Day School	11,438.63	20,856.89	20,060.05	12,235.47
Samuel R. Donald School	15,974.03	33,405.49	30,722.70	18,656.82
Total all schools	<u>64,734.93</u>	<u>142,363.71</u>	<u>139,064.39</u>	<u>68,034.25</u>

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
ASSETS:				
Cash	181,311.60	10,611,943.22	10,574,806.62	218,448.20
TOTAL ASSETS	<u>181,311.60</u>	<u>10,611,943.22</u>	<u>10,574,806.62</u>	<u>218,448.20</u>
 LIABILITIES:				
Interfunds payable	45,166.77	1,658.01	331.25	46,493.53
Accrued salaries and wages	89,694.62	112,151.98	92,935.99	108,910.61
Payroll deductions and withholdings	46,450.21	10,496,807.73	10,481,283.26	61,974.68
Flexible spending account	<u> </u>	<u>1,325.50</u>	<u>256.12</u>	<u>1,069.38</u>
TOTAL LIABILITIES	<u>181,311.60</u>	<u>10,611,943.22</u>	<u>10,574,806.62</u>	<u>218,448.20</u>

STATISTICAL SECTION

OUTLINE OF NJ DOE STATISTICAL TABLES SECTION (GASB 44)

Exhibit #

Financial Trends Information/Schedules

J-1	Net Assets by Component
J-2	Changes in Net Assets
J-3	Fund Balances-Governmental Funds
J-4	Changes in Fund Balances. Governmental Funds
J-5	General Fund Other Local Revenue by Source

Revenue Capacity Information

J-6	Assessed Value and Estimated Actual Value of Taxable Property
J-7	Direct and Overlapping Property Tax Rates
J-8	Principal Property Taxpayers (Current year and nine years ago)
J-9	Property Tax Levies and Collections

Debt Capacity Information

J-10	Ratios or Outstanding Debt by Type
J-11	Ratios of General Bonded Debt Outstanding
J-12	Direct and Overlapping Governmental Activities Debt
J-13	Legal Debt Margin Information

Demographic and Economic Information

J-14	Demographic and Economic Statistics
J-15	Principal Employers, Current and Nine Years Ago

Operating Information

J-16	Full-time Equivalent District Employees by Function/Program
J-17	Operating Statistics
J-18	School Building Information
J-19	Schedule of Allowable Maintenance Expenditures by School
J-20	Insurance Schedule

BLOOMINGDALE BOARD OF EDUCATION

Net Assets by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ending June 30,

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities										
Invested in capital assets, net of related debt	1,384,322	1,474,122	1,317,089	1,261,754	1,320,856	1,212,855	1,171,690	1,330,969	1,330,571	1,424,825
Restricted	316,083	298,895	383,983	329,695	121,521	667,065	997,406	796,875	1,582,474	1,313,004
Unrestricted	(237,074)	(47,328)	218,081	(5,556)	(115,565)	(383,383)	(270,252)	(68,974)	(113,971)	536,709
Total governmental activities net assets	1,463,331	1,725,689	1,919,153	1,585,893	1,326,813	1,496,536	1,898,843	2,068,870	2,799,074	3,274,538
Business-type activities										
Invested in capital assets, net of related debt	22,592	10,550	11,419	9,737	50,118	49,244	42,710	37,122	31,294	25,731
Restricted				-						
Unrestricted	16,275	23,155	25,944	25,191	44,807	38,404	38,760	41,793	38,737	28,154
Total business-type activities net assets	38,867	33,705	37,363	34,928	94,924	87,648	81,471	78,915	70,031	53,885
District-wide										
Invested in capital assets, net of related debt	1,406,914	1,484,672	1,328,508	1,271,491	1,370,973	1,262,099	1,214,400	1,368,092	1,361,864	1,450,556
Restricted	316,083	298,895	383,983	329,695	121,521	667,065	997,406	796,875	1,582,474	1,910,614
Unrestricted	(220,799)	(24,173)	244,025	19,636	(70,758)	(344,979)	(231,492)	(27,181)	(75,234)	(32,748)
Total district net assets	1,502,198	1,759,394	1,956,516	1,620,822	1,421,737	1,584,184	1,980,314	2,137,786	2,869,104	3,328,422

Source: CAFR Schedule A-1

BLOOMINGDALE BOARD OF EDUCATION

Changes in Net Assets, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental activities										
Instruction										
Regular	3,211,270	3,322,327	3,361,226	3,257,490	3,368,292	3,372,171	3,555,410	3,677,592	3,350,672	3,610,539
Special education	617,876	684,832	776,217	859,185	860,492	897,895	1,082,157	1,184,449	1,354,277	1,263,086
Other special education	243,399	235,588	255,116	285,891	294,686	252,017	294,212	218,973	304,369	285,387
Other instruction	42,848	46,245	56,486	36,256	44,728	57,179	59,093	53,921	53,557	54,368
Support Services:										
Tuition	3,864,972	3,882,490	4,176,671	4,972,635	5,653,383	5,678,361	5,492,636	5,878,316	5,821,923	5,707,890
Student & instruction related services	1,141,903	1,251,135	1,410,234	1,524,940	1,608,655	1,753,859	1,859,917	2,081,041	2,211,895	2,355,186
General administrative services	460,307	377,990	434,345	430,995	404,670	399,541	354,182	377,135	378,041	296,026
School administrative services	463,610	502,771	384,232	343,369	368,807	419,570	423,583	368,447	377,218	478,846
Central Services and Admin. Info. Tech.	236,588	286,078	266,597	268,240	273,275	297,558	314,124	327,451	341,427	366,163
Plant operations and maintenance	814,632	805,532	761,442	862,411	836,839	940,971	893,122	910,348	938,071	1,043,766
Pupil transportation	798,548	851,873	863,761	711,034	786,412	848,434	1,140,358	1,031,888	906,057	956,544
Capital Outlay										
Charter Schools	5,265	7,964	12,094	16,940	51,999	61,321	43,531	48,867	45,744	38,802
Unallocated Benefits	521,303	641,781	681,712	776,151	1,104,714	1,110,808	625,814	628,900	620,932	755,598
Unallocated depreciation and Amortization	81,005	92,824	160,937	80,362	88,662	151,368	86,951	86,188	100,552	6,432
Total governmental activities expenses	12,503,526	12,988,430	13,591,070	14,425,889	15,745,614	16,230,853	16,225,089	16,873,514	16,806,141	17,220,556
Business-type activities:										
Food service	139,936	146,234	143,688	180,163	165,175	174,997	178,062	182,408	180,129	192,183
Total business-type activities expense	139,936	146,234	143,688	180,163	165,175	174,997	178,062	182,408	180,129	192,183
Total district expenses	12,643,462	13,135,664	13,734,758	14,596,052	15,910,789	16,405,850	16,403,152	17,055,922	16,986,270	17,412,739
Program Revenues										
Governmental activities:										
Charges for services:										
Pupil transportation	22,376	28,514	25,414							5,280
Unallocated depreciation and amortization										
Operating grants and contributions	308,009	298,710	337,410	312,200	294,838	293,184	296,150	529,924	311,126	297,742
Total governmental activities program revenues	330,385	327,224	362,824	312,200	294,838	293,184	296,150	529,924	311,126	303,022
Business-type activities:										
Charges for services:										
Food service	109,404	110,853	113,570	112,533	119,680	125,312	125,401	128,027	121,428	112,416
Operating grants and contributions	30,882	32,705	32,103	35,831	35,146	41,881	46,314	51,672	49,717	63,570
Total business-type activities program revenues	140,286	143,558	145,673	148,365	154,826	167,192	171,714	179,699	171,145	175,986
Total district program revenues	470,671	470,782	508,497	460,565	449,664	460,377	467,864	709,623	482,271	479,008
Net (Expense)/Revenue										
Governmental activities										
Governmental activities	(12,659,045)	(13,263,846)	(14,063,065)	(15,433,414)	294,838	(15,937,669)	(15,928,940)	(16,343,590)	(16,495,015)	(16,917,534)
Business-type activities	(5,948)	(130)	(14,490)	(16,811)	154,826	(7,805)	(6,348)	(2,709)	(8,984)	(16,196)
Total district-wide net expense	(12,664,993)	(13,263,976)	(14,077,555)	(15,450,224)	449,664	(15,945,473)	(15,935,288)	(16,346,299)	(16,503,999)	(16,933,730)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	9,651,517	9,933,868	10,366,793	10,636,583	11,674,554	12,570,850	12,977,455	13,422,616	14,290,069	14,142,093
Unrestricted grants and contributions	2,466,241	2,925,681	2,955,928	3,044,490	3,409,972	3,406,570	3,190,985	2,867,702	2,608,797	3,080,634
Investment earnings on capital reserve funds			2,889	5,883	56,364		1,102	782	685	1,692
Miscellaneous income	84,232	65,016	96,100	93,673	48,805	129,972	161,704	212,517	335,668	168,579
Total governmental activities	12,203,990	12,924,565	13,421,710	13,780,429	15,191,695	16,107,393	16,331,246	16,503,618	17,235,219	17,392,998

BLOOMINGDALE BOARD OF EDUCATION

Changes in Net Assets, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Business-type activities:										
Investment earnings					2,649					
Miscellaneous income		1,711	1,673	2,185	67,697					
Total business-type activities	2,020	1,711	1,673	2,185	70,346					
Total district-wide	12,206,010	12,926,276	13,423,383	13,789,793	15,262,041	16,107,921	16,331,417	16,503,771	17,235,317	17,393,049
Change in Net Assets										
Governmental activities	(455,055)	(339,281)	(641,355)	(1,652,985)	15,486,533	169,724	402,307	160,027	740,204	475,464
Business-type activities	(3,928)	1,581	(12,817)	(7,446)	225,171	(7,276)	(6,178)	(2,555)	(8,885)	(16,145)
Total district	(458,983)	(337,700)	(654,172)	(1,660,431)	15,711,705	162,448	396,129	157,472	731,319	459,319

Source: CAR Schedule A-2

BLOOMINGDALE BOARD OF EDUCATION

Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	170,839	199,321	383,983	329,695	121,521	664,440	997,406	796,875	1,068,558	1,313,004
Unreserved	452,508	617,180	792,159	570,198	458,678	182,387	398,671	620,541	21,413	21,000
Restricted									492,504	576,610
Committed									584,535	614,603
Assigned										
Unassigned										
Total general fund	623,347	816,501	1,176,142	899,893	580,199	846,827	1,396,076	1,417,416	2,167,009	2,525,217
All Other Governmental Funds										
Reserved										
Unreserved, reported in:										
Special revenue fund	(2,855)	(719)	(738)	(738)	(738)	(721)				
Capital projects fund										
Debt service fund										
Permanent fund										
Total all other governmental funds	(2,855)	(719)	(738)	(738)	(738)	(721)				

Source: CAFR Schedule B-1

(*) GASB requires that ten years of statistical data be presented. However, since fiscal year 2003 was the first year of GASB 34 implementation ten years is not presented. Each year, thereafter, an additional year's data will be included until ten years of data is presented

BLOOMINGDALE BOARD OF EDUCATION

Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ending June 30,

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Tax levy	\$ 9,651,517	\$ 9,933,868	\$ 10,366,793	\$ 10,636,583	\$ 11,674,554	\$ 12,570,850	\$ 12,977,455	\$ 13,422,616	\$ 14,290,069	\$ 14,142,093
Tuition charges									215,252	99,006
Interest earnings									685	1,692
Miscellaneous	106,608	93,530	124,404	99,356	107,169	127,005	195,504	212,517	120,415	69,573
State sources	2,526,484	2,946,577	2,973,709	3,084,210	3,424,732	3,421,347	3,189,550	2,589,611	2,584,949	2,988,281
Federal sources	249,766	277,814	319,629	292,480	280,078	278,407	297,585	799,808	327,053	390,095
Total revenue	12,534,375	13,251,789	13,784,535	14,092,629	15,486,533	16,400,577	16,661,196	17,025,335	17,538,425	17,690,740
Expenditures										
Instruction										
Regular instruction	2,710,070	2,732,214	2,786,216	2,652,444	2,762,635	2,759,351	2,825,853	2,991,213	2,660,985	2,786,720
Special education instruction	509,534	547,871	626,533	687,998	693,145	719,288	868,214	957,454	1,091,334	964,636
Other special instruction	200,465	188,465	204,755	226,607	235,658	200,031	234,117	172,396	234,825	211,483
Other instruction	36,297	38,260	46,778	28,793	35,789	46,641	47,949	42,884	41,208	40,245
Support Services:										
Tuition	3,864,972	3,882,490	4,176,671	4,972,635	5,653,383	5,678,361	5,492,636	5,878,316	5,821,923	5,707,890
Student & instruction related services	977,200	1,047,135	1,171,376	1,267,120	1,349,116	1,512,298	1,604,147	1,759,892	1,863,939	1,918,253
General administrative services	427,325	380,777	385,674	384,165	382,754	347,357	309,233	326,801	322,017	257,453
School Administrative services	383,685	405,768	312,223	275,171	286,634	335,710	339,707	291,938	293,230	359,101
Central Services			202,319	215,540	221,482	239,557	253,891	260,280	266,417	276,824
Admin. Information Technology			17,651							
Business administrative services	198,458	239,789								
Plant operations and maintenance	796,113	786,585	739,905	835,904	806,413	910,732	862,522	877,894	893,250	897,814
Pupil transportation	774,107	822,436	825,784	665,144	763,595	817,583	1,112,501	1,001,609	886,596	938,316
Unallocated employee benefits	1,502,076	1,820,289	1,885,580	2,073,761	2,404,481	2,438,952	2,021,532	2,138,634	2,255,200	2,725,527
Charter Schools	5,265	7,964	12,094	16,940	51,999	61,321	43,531	48,867	45,744	38,802
Capital outlay	254,672	156,356	31,354	66,656	169,144	66,749	61,592	255,817	112,164	209,468
Total expenditures	12,840,239	13,056,499	13,424,913	14,368,878	15,806,228	16,133,932	16,077,425	17,003,995	16,786,831	17,332,532
Excess (Deficiency) of revenues over (under) expenditures	(105,864)	195,290	359,622	(276,249)	(319,694)	266,645	583,771	21,340	749,593	358,208
Other Financing sources (uses)										
Capital leases (non-budgeted)										
Transfers in	201,835	93,354			163,966					
Transfers out	(201,835)	(93,354)			(163,966)					
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Net change in fund balances	\$ (105,864)	\$ 195,290	\$ 359,622	\$ (276,249)	\$ (319,694)	\$ 266,645	\$ 583,771	\$ 21,340	\$ 749,593	\$ 358,208
Debt service as a percentage of noncapital expenditures	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%

Source: District CAFR Exhibit B-2

Note: Noncapital expenditures are total expenditures less capital outlay.

Central Services and Administrative Information Technology account classifications were added beginning with year end June 30, 2005.

Prior to June 30, 2005, Central Services and Administrative Information Technology were combined in Other Support Services as Business and Other Support Services.

BLOOMINGDALE BOARD OF EDUCATION

General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ended June 30,	Interest on Investments	Rentals	Refunds	Tuition	Transportation	Misc.	Total
2003	39,686				22,376	44,546	106,608
2004	30,675				28,514	34,342	93,531
2005	39,813		24,099		25,414	35,078	124,404
2006	65,943					33,413	99,356
2007	58,364					48,805	107,169
2008	2,967					127,005	129,972
2009	1,102					161,704	162,806
2010	782					212,517	213,299
2011	685			215,252		120,415	336,353
2012	1,692			99,006		69,573	170,271

Source: District Records

BLOOMINGDALE BOARD OF EDUCATION

Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years

Fiscal Year Ended Dec. 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2002	14,714,600	358,030,600	348,200	70,299	33,577,700	6,000	11,837,000	418,584,399	600,235	419,184,634	2.180	532,289,955
2003	14,471,800	359,440,400	348,200	70,399	33,623,000	6,000	11,837,000	419,796,599	544,606	420,341,205	2.330	606,168,875
2004	13,435,800	360,571,200	348,200	70,399	33,560,500	6,000	11,837,000	419,829,099	460,682	420,289,781	2.410	672,407,665
2005	13,450,200	361,954,500	348,200	70,399	33,637,500	6,000	11,573,000	421,039,799	394,660	421,434,459	2.482	769,582,895
2006	12,953,900	362,347,900	348,200	69,499	33,394,700	6,000	11,573,000	420,693,199	321,173	421,014,372	2.650	862,564,899
2007	12,842,600	362,868,800	492,900	64,264	32,801,200	6,000	11,245,500	420,321,264	293,109	420,614,373	2.882	972,408,240
2008	12,745,900	363,721,500	492,900	64,264	32,801,200	6,000	11,245,500	421,077,264	301,800	421,379,064	3.031	1,028,647,433
2009	12,650,800	364,644,100	492,900	58,264	33,034,900	6,000	10,861,500	421,748,464	324,360	422,072,824	3.128	1,018,203,151
2010	11,849,100	364,474,800	492,900	97,664	32,625,650	6,000	10,361,500	420,407,614	318,198	420,725,822	3.294	1,018,203,151
2011	12,820,400	364,341,500	492,900	97,664	31,839,200	140,400	10,709,900	420,441,964	0	420,441,964	3.390	941,849,404

Source: District records Tax list summary & Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when ordered by the County Board of Taxation

^a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies^b Tax rates are per \$100

BLOOMINGDALE BOARD OF EDUCATION

Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

(rate per \$100 of assessed value)

Fiscal Year Ended Dec. 31,	Bloomington Board of Education					Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Borough of Bloomington	Passaic County	
2002	2.180		2.18	1.00	0.77	3.95
2003	2.330		2.33	1.06	0.83	4.22
2004	2.410		2.41	1.09	0.89	4.39
2005	2.492		2.49	1.13	0.96	4.58
2006	2.650		2.65	1.21	1.08	4.94
2007	2.880		2.88	1.38	1.14	5.40
2008	3.031		3.03	1.415	1.233	5.679
2009	3.128		3.13	1.510	1.214	5.852
2010	3.296		3.30	1.659	1.278	6.233
2011	3.386		3.39	1.738	1.290	6.414

Source: District Records and Municipal Tax Collector

Note:

NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the pre-budget year net budget by more than the spending growth limitation calculation.

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.

b Rates for debt service are based on each year's requirements.

BLOOMINGDALE BOARD OF EDUCATION

Principal Property Tax Payers,
Current Year and Nine Years Ago

Taxpayer	2011			2003		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Waterfall Village	14,890,100	1	3.54%	7,238,000	1	1.73%
Meer Bloomingdale Estates	11,160,000	2	2.65%	1,482,700	7	0.35%
Bloomingdale Convalescent Center	7,434,100	3	1.77%	5,331,400	2	1.27%
Lake losco	7,013,900	4	1.67%	3,164,700	4	0.75%
Tilton New York Inc.	4,160,100	5	0.99%			
Mountain Top Associates	3,200,000	6	0.76%	1,555,000	6	0.37%
Avalonbay Communities Inc	2,475,000	7	0.59%			
Pitzalis Realty Management, Inc	2,067,900	8	0.49%			
Wayne Johnson	2,057,600	9	0.49%	1,335,600	8	0.32%
Tait Realty	2,034,900	10	0.48%			
Tree Tops Terrace Asso.				4,000,000	3	0.95%
Kampe Lakes Asso.				2,323,060	5	0.55%
First Union Bank				1,100,000	9	0.26%
Ko-Li Huang				1,050,500	10	0.25%
Total	<u>\$ 56,493,600</u>		<u>13.44%</u>	<u>\$ 28,580,960</u>		<u>6.80%</u>

Source: District CAFR & Municipal Tax Assessor

BLOOMINGDALE BOARD OF EDUCATION

Property Tax Levies and Collections,
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2003	9,651,517	9,651,517	100.00%	-
2004	9,933,868	9,933,868	100.00%	-
2005	10,366,793	10,366,793	100.00%	-
2006	10,636,583	10,636,583	100.00%	-
2007	11,674,554	11,674,554	100.00%	-
2008	12,570,850	12,570,850	100.00%	-
2009	12,977,455	12,977,455	100.00%	-
2010	13,422,616	13,422,616	100.00%	-
2011	14,290,069	14,290,069	100.00%	-
2012	14,142,093	14,142,093	100.00%	-

Source: District records including the Certificate and Report of School Taxes (A4F form)

Note:

School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

BLOOMINGDALE BOARD OF EDUCATION

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Capital Leases			
2003	N/A	N/A	N/A	N/A	N/A
2004	N/A	N/A	N/A	N/A	N/A
2005	N/A	N/A	N/A	N/A	N/A
2006	N/A	N/A	N/A	N/A	N/A
2007	N/A	N/A	N/A	N/A	N/A
2008	N/A	N/A	N/A	N/A	N/A
2009	N/A	N/A	N/A	N/A	N/A
2010	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A	N/A

Source: District CAFR Schedules I-1, I-2

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

- a** See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

BLOOMINGDALE BOARD OF EDUCATION

**Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2003	N/A	N/A	N/A	N/A	N/A
2004	N/A	N/A	N/A	N/A	N/A
2005	N/A	N/A	N/A	N/A	N/A
2006	N/A	N/A	N/A	N/A	N/A
2007	N/A	N/A	N/A	N/A	N/A
2008	N/A	N/A	N/A	N/A	N/A
2009	N/A	N/A	N/A	N/A	N/A
2010	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A	N/A

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

a See Exhibit NJ J-6 for property tax data.

b Population data can be found in Exhibit NJ J-14.

BLOOMINGDALE BOARD OF EDUCATION

Direct and Overlapping Governmental Activities Debt

<u>Governmental Unit</u>	As of June 30, 2012		
	(1) Debt Outstanding	Estimated Percentage Applicable ^a	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Borough of Bloomingdale	11,018,630	100.000%	11,018,630
Other debt			
Passaic County Utility Authority - Borough's Share	57,635,000	1.232%	710,289
County of Passaic	337,860,171	1.232%	4,163,762
Subtotal, overlapping debt			15,892,681
Borough of Bloomingdale School District Direct Debt			-
Total direct and overlapping debt			<u>\$ 15,892,681</u>

Sources: Borough of Bloomingdale Finance Officer, Passaic County Finance Office and Utility Authorities

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Bloomingdale. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

^a For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

(1) Debt Information as of December 31, 2011.

BLOOMINGDALE BOARD OF EDUCATION

Legal Debt Margin Information,
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2011

Equalized valuation basis	
2011	\$ 897,229,970
2010	939,248,467
2009	1,001,539,929
[A]	<u>\$ 2,838,018,366</u>

Average equalized valuation of taxable property	[A/3]	\$ 946,006,122
Debt limit (3% of average equalization value)	[B]	28,380,184 ^a
Net bonded school debt	[C]	-
Legal debt margin	[B-C]	<u>\$ 28,380,184</u>

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit	\$ 16,153,380	\$ 17,987,121	\$ 20,359,758	\$ 22,945,340	\$ 25,951,285	\$ 28,542,275	\$ 30,073,321	\$ 30,386,387	\$ 29,542,114	\$ 28,380,184
Total net debt applicable to limit										
Legal debt margin	<u>\$ 16,153,380</u>	<u>\$ 17,987,121</u>	<u>\$ 20,359,758</u>	<u>\$ 22,945,340</u>	<u>\$ 25,951,285</u>	<u>\$ 28,542,275</u>	<u>\$ 30,073,321</u>	<u>\$ 30,386,387</u>	<u>\$ 29,542,114</u>	<u>\$ 28,380,184</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury,
Division of Taxation

^a Limit set by NUSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

BLOOMINGDALE BOARD OF EDUCATION

Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population ^a	Personal Income (thousands of dollars) ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2002	7,631	245,680,045.00	32,195	4.2%
2003	7,597	247,548,245.00	32,585	4.3%
2004	7,546	251,810,020.00	33,370	5.9%
2005	7,501	264,552,769.00	35,269	3.0%
2006	7,456	282,321,440.00	37,865	3.1%
2007	7,418	298,374,214.00	40,223	2.9%
2008	7,415	308,137,740.00	41,556	3.7%
2009	7,454	301,335,404.00	40,426	7.4%
2010	7,662	323,550,936.00	42,228	7.5%
2011	7,667	Not Available	Not Available	7.4%

Source:^a Population information provided by the NJ Dept of Labor and Workforce Development^b Personal income has been estimated based upon the municipal population and per capita personal income presented^c Per Capita Personal Income provided by U.S. Department of Commerce, Bureau of Economic Analysis.^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

BLOOMINGDALE BOARD OF EDUCATION

Principal Employers,
Current Year and Nine Years Ago

Employer	2012			2004		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment

No Data is available for this schedule.

BLOOMINGDALE BOARD OF EDUCATION

Full-time Equivalent District Employees by Function/Program,

Last Ten Fiscal Years

<u>Function/Program</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Instruction										
Regular	68	71	58	58	75	75	65	63	45	45
Special education	8	10	7	6	8	8	8	6	35	19
Other instruction	8	7	17	17	5	5	4	4	6	13
Support Services:										
Tuition										
Student & instruction related services	1	1	1	1	1	1	1	1	1	8
General administrative services	3	2	2	2	2	2	2	2	2	2
School administrative services	3	4	4	4	4	4	4	3	4	4
Business administrative services	3	3	3	3	3	3	3	3	3	3
Plant operations and maintenance		2	4	4	3	12	2	3	4	4
Pupil transportation	2	2	2	2	2	2	3	3	3	3
Total	<u>96</u>	<u>96</u>	<u>102</u>	<u>98</u>	<u>97</u>	<u>103</u>	<u>92</u>	<u>88</u>	<u>103</u>	<u>101</u>

Source: District Personnel Records

BLOOMINGDALE BOARD OF EDUCATION

Operating Statistics

Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School				
2003	690	12,385,567	17,950	9.34%	73	1:12	1:12	684.0	648.0	1.79%	93.52%
2004	697	12,900,143	18,508	3.11%	72	1:13	1:13	675.0	647.0	-1.32%	92.24%
2005	675	13,393,559	19,842	7.21%	71	1:13	1:12	667.0	642.0	-1.19%	94.93%
2006	626	14,302,222	22,847	15.14%	71	1:13	1:12	626.0	607.0	-6.15%	96.87%
2007	629	15,637,084	24,860	8.81%	62	1:7.3	1:8.5	632.0	603.0	0.96%	95.19%
2008	632	16,067,183	25,423	2.26%	59	1:10.8	1:10.5	637.0	608.0	0.79%	95.45%
2009	633	16,015,833	25,301	-2.50%	57	1:11.5	1:10.4	632.0	605.0	-0.50%	95.40%
2010	610	16,748,178	27,456	2.22%	54	1:11	1:12	615.0	589.0	-2.69%	95.94%
2011	627	16,676,667	26,598	-3.13%	57	1:11.7	1:10.2	628.0	601.0	2.03%	95.81%
2012	616	17,123,064	27,797	4.51%	58	1:8.9	1:10.2	611.0	586.0	-2.71%	95.90%

Sources: District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

BLOOMINGDALE BOARD OF EDUCATION

School Building Information

Last Ten Fiscal Years

<u>District Building</u>	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<u>Elementary</u>										
Martha B. Day										
Square Feet	28,198	28,198	28,198	28,198	28,198	28,198	28,198	28,198	28,198	28,198
Capacity (students)	216	216	216	216	216	216	216	216	216	216
Enrollment	189	157	151	137	137	160	160	152	152	139
<u>Elementary</u>										
Samuel R. Donald										
Square Feet	36,588	36,588	36,588	36,588	36,588	36,588	36,588	36,588	36,588	36,588
Capacity (students)	257	257	257	257	257	257	257	257	257	257
Enrollment	186	182	174	196	196	202	202	210	210	199
<u>Middle School</u>										
Walter T. Bergen										
Square Feet	55,965	55,965	55,965	55,965	55,965	55,965	55,965	55,965	55,965	55,965
Capacity (students)	399	399	399	399	399	399	399	399	399	399
Enrollment	322	325	312	290	290	275	275	248	248	278
<u>Other</u>										
Administration Building										
Square Feet	1,255	1,255	1,255	1,255	1,255					

Number of Schools at June 30, 2011

Elementary = 2

Middle School = 1

Source: District records, ASSA

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the annual October district count.

BLOOMINGDALE BOARD OF EDUCATION

GENERAL FUND
SCHEDULE OF ALLOWABLE MAINTENANCE EXPENDITURES BY SCHOOL FACILITY
LAST TEN FISCAL YEARS
UNAUDITED

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
11-000-261-XXX

School Facilities*	Project # (s)	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Martha B. Day School	N/A	27,685	26,186	\$ 25,023	\$ 22,162	\$ 31,455	\$ 16,001	\$ 32,602	\$ 18,398	\$ 36,598	\$ 38,526
Samuel R. Donald School	N/A	31,529	33,838	29,952	22,761	26,027	21,868	49,799	40,022	41,851	36,654
Walter T. Bergen School	N/A	43,403	52,749	32,531	36,537	52,990	36,795	41,155	46,957	48,639	62,247
Board Office	N/A					9,647	8,188	-	3,706	8,710	3,562
Total School Facilities		<u>102,617</u>	<u>112,773</u>	<u>87,506</u>	<u>81,460</u>	<u>120,119</u>	<u>82,852</u>	<u>123,556</u>	<u>109,083</u>	<u>135,798</u>	<u>140,989</u>

(*) School facilities as defined under EFCFA.
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: District Records

BLOOMINGDALE BOARD OF EDUCATION
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED

Company	Type of Coverage	Coverage	Deductible
Zurich Insurance Co.	<u>Property & Casualty</u>		
	(Policy CP0370159807)		
	Building & Contents Including Equipment Breakdown	20,762,439	5,000
	Commercial General Liability	1,000,000	
	Boiler & Machinery Blanket Property Limit	100,000,000	Varies
	Crime-Blanket		
	Employee Dishonesty including Faithful Performance	500,000	5,000
	Forgery or Alteration	50,000	1,000
	Form C		
	Loss inside & Money & Securities	50,000	1,000
	Computer fraud	50,000	1,000
	Earthquake-Blanket Coverage	5,000,000	5% of Limit
	Flood		
	Outside Zones A, V, or B	5,000,000	50,000
	Zone B	2,000,000	100,000
	Zones A or V	1,000,000	500,000
	Commercial Automobile	1,000,000	
American Guarantee & Liability Insurance Co.	Towing & Labor	5,000	25
	Comprehensive & Collision	Symbol 2,8	1,000
Fireman's Fund	<u>Commercial Umbrella</u>		
	(Policy UMB 9063305 00)	9,000,000	10,000
Darwin Ins. Co.	<u>Excess Liability</u>		
	(Policy SHY-000-2410-1461)	50,000,000	10,000
CNA Surety	<u>School Board Legal Liability</u>		
	Includes Personnel Injury Extension (Policy 0202-0853)	1,000,000	10,000 A & C 20,000 B
Gerber Life	<u>Public Official Bonds</u>		
	Sherry Lisa Gallagher - Treasurer	300,000	N/A
	George Hagl Bus. Adm./Bd. Secretary	150,000	N/A
American Safety & Casualty Ins. Co.	<u>Accidental Death & Dismember</u>		
	(Policy BTA 37350)		
	Principal Sum	100,000	
	<u>Environmental Impairment Liab.</u>		
	(Policy EIL-004059-9-14)		
	Claims Made form		
	Each Occurrence	1,000,000	
	Aggregate	3,000,000	15,000
	Program Aggregate	20,000,000	

BLOOMINGDALE BOARD OF EDUCATION
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2012
UNAUDITED

Life Ins. Co. of North America	<u>Salary Continuation</u>		
	(Policy ABL 649750)		
	Weekly Benefit:		
	Full time salary less Temporary Disability		
	Benefit payable under Worker's Comp Law		
	Combined Max. per week benefit	2,000	
	Maximum weeks	51	
	Waiting period	7 Days	
Life Ins. Co. of North America (Policy BAB 005722)	<u>Volunteer Accident</u>		
	Medical Maximum	10,000	
	Deductible		Zero
	Benefit Period	52 Weeks	
	Dental Benefit-Up to	500	
	Accidental Death Benefit	10,000	
	Accidental Dismemberment Up to	10,000	

Source: District Records

SINGLE AUDIT SECTION

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

Charles J. Ferraioli, Jr., MBA, CPA, RMA
Steven D. Wielkotz, CPA, RMA
James J. Cerullo, CPA, RMA
Paul J. Cuva, CPA, RMA
Thomas M. Ferry, CPA, RMA

Certified Public Accountants
401 Wanaque Avenue
Pompton Lakes, New Jersey 07442
973-835-7900
Fax 973-835-6631

Newton Office
100B Main Street
Newton, N.J. 07860
973-579-3212
Fax 973-579-7128

K-1
Page 1 of 2

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable President and
Members of the Board of Education
Borough of Bloomingdale School District
County of Passaic
Bloomingdale, New Jersey

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Board of Education of the Borough of Bloomingdale School District in the County of Passaic, State of New Jersey as of and for the fiscal year ended June 30, 2012, which collectively comprise the basic financial statements of the Board of Education of the Borough of Bloomingdale School District in the County of Passaic and have issued our report thereon dated November 28, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Internal Control Over Financial Reporting

Management of the Borough of Bloomingdale Board of Education is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Borough of Bloomingdale Board of Education's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Bloomingdale Board of Education's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Borough of Bloomingdale Board of Education's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

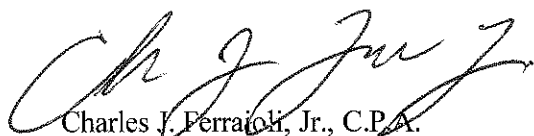


Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Bloomingdale Board of Education's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

However, we noted certain matters that we reported to the Board of Education of the Borough of Bloomingdale School District in a separate report entitled, *Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance* dated November 28, 2012.

This report is intended solely for the information and use of the audit committee, management, the Borough of Bloomingdale Board of Education, the New Jersey State Department of Education, and other state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Charles J. Ferraioli, Jr., C.P.A.
Licensed Public School Accountant
No. 749

Ferraioli, Wielkutz, Cerullo, & Cuva, P.A.

FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

November 28, 2012

Ferraioli, Wielkottz, Cerullo & Cuva, P.A.

Charles J. Ferraioli, Jr., MBA, CPA, RMA
Steven D. Wielkottz, CPA, RMA
James J. Cerullo, CPA, RMA
Paul J. Cuva, CPA, RMA
Thomas M. Ferry, CPA, RMA

Certified Public Accountants
401 Wanaque Avenue
Pompton Lakes, New Jersey 07442
973-835-7900
Fax 973-835-6631

Newton Office
100B Main Street
Newton, N.J. 07860
973-579-3212
Fax 973-579-7128

K-2
Page 1 of 2

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND N.J. OMB CIRCULAR 04-04

Honorable President and
Members of the Board of Education
Borough of Bloomingdale School District
County of Passaic
Bloomingdale, New Jersey

Compliance

We have audited the compliance of the Board of Education of the Borough of Bloomingdale School District in the County of Passaic, State of New Jersey, compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2012. Borough of Bloomingdale Board of Education's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major state programs is the responsibility of the Borough of Bloomingdale Board of Education's management. Our responsibility is to express an opinion on the Borough of Bloomingdale School District Board of Education's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; OMB Circular A-133 *Audits of States, Local Governments, and Non-Profit Organizations*; and the provisions the New Jersey OMB's Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, OMB Circular A-133 and New Jersey OMB's Circular 04-04, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Borough of Bloomingdale Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Borough of Bloomingdale Board of Education's compliance with those requirements.

In our opinion, the Board of Education of the Borough of Bloomingdale School District, complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major state programs for the fiscal year ended June 30, 2012.



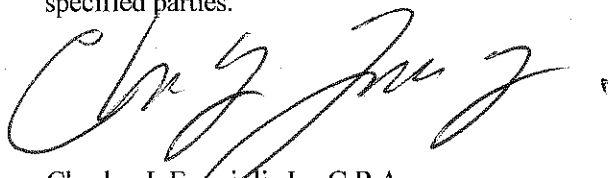
Internal Control Over Compliance

The management of the Board of Education of the Borough of Bloomingdale School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to state programs. In planning and performing our audit, we considered Borough of Bloomingdale Board of Education's internal control over compliance with requirements that could have a direct and material effect on a major state program to determine the auditing procedures for the purpose of expressing our opinion on compliance, and to test and report on internal control over compliance in accordance with OMB Circular A133 and NJ OMB's Circular 04-04 but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Borough of Bloomingdale Board of Education's internal control over compliance.

A *deficiency* in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a state program on a timely basis. A *material weakness* in internal control over compliance is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented or detected and corrected on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the audit committee, management, the Borough of Bloomingdale Board of Education, the New Jersey Department of Education, and other federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Charles J. Ferraioli, Jr., C.P.A.
Licensed Public School Accountant
No. 749

Ferraioli, Wielkutz, Cerullo, & Cuva, P.A.

FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

November 28, 2012

Bloomington Board of Education
Schedule of Expenditures of Federal Awards
for the Fiscal Year Ending June 30, 2012

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From / To	June 30, 2011			Repayment Of Prior Year's Balances	June 30, 2012			MEMO Cumulative Total Expenditures
					(Accounts Receivable)	Deferred Revenue	Due to Grantor at		(Accounts Receivable)	Deferred Revenue	Due to Grantor at	
Passed-through State Department of Education:												
General Fund:												
U.S. Department of Education:												
Education Jobs Fund Program	84.410A	N/A	78,449.00	8/1/10-9/30/12					(78,449.00)			78,449.00
U.S. Department of Health and Human Services:												
Medicaid Assistance Program	93.778	N/A	13,904.38	7/1/11-6/30/12					(13,904.38)			13,904.38
Medicaid Assistance Program	93.778	N/A	23,847.34	7/1/10-6/30/11	(5,598.92)							23,847.34
					(5,598.92)				(78,449.00)			116,200.72
Total General Fund												
U.S. Department of Agriculture												
Passed - through State Department												
of Education:												
Enterprise Fund:												
U.S.D.A. Commodities Program	10.550	N/A	10,166.24	7/1/10-6/30/11		2,605.05			(2,605.05)			10,166.24
U.S.D.A. Commodities Program	10.550	N/A	12,763.85	7/1/11-6/30/12					(11,526.41)	1,237.44		11,526.41
National School Lunch Program	10.555	N/A	47,357.29	7/1/11-6/30/12					(47,357.29)			47,357.29
						2,605.05			(3,260.11)			
									(3,260.11)	1,237.44		69,049.94
Total Enterprise Fund												
U.S. Department of Education												
Passed - through State Department												
of Education:												
Special Revenue Fund:												
Title I - Improving Basic Programs	84.010	NCLB0420-12	40,666.00	9/1/11-8/31/12			100.00		(40,666.00)			40,666.00
Title II - A - Teacher & Principal Training/Recruiting	84.387	NCLB0420-08	17,831.00	9/1/09-8/31/09				100.00				17,831.00
Title II - A - Teacher & Principal Training/Recruiting	84.387	NCLB0420-12	15,669.00	9/1/11-8/31/12					(15,669.00)			15,669.00
Title II - A - Teacher & Principal Training/Recruiting	84.387	NCLB0420-11	19,203.00	9/1/10-8/31/11	(19,203.00)						1.10	1.10
Title II - D - Enhancing Educ. Through Technology	84.318	NCLB0420-10	475.00	9/1/09-8/31/10			1.10					475.00
Title II - D - Enhancing Educ. Through Technology	84.318	NCLB0420-11	74.00	9/1/10-8/31/11	(74.00)							74.00
Title II - English Language Acquisition	84.385	NCLB0420-12	2,020.00	9/1/11-8/31/12				2,067.00	(2,020.00)			2,020.00
Teacher Quality Enhancement Grant	84.027	IDEA0420-11	3,567.00	9/1/04-8/31/05					(231,738.00)			3,567.00
I.D.E.A. Part B, Basic Regular	84.027	IDEA0420-12	230,912.00	9/1/10-8/31/11	(18,785.00)				(7,649.00)			230,912.00
I.D.E.A. Part B, Preschool	84.173	IDEA0420-12	231,738.00	9/1/11-8/31/12								231,738.00
					(38,062.00)				(298,742.00)			7,649.00
Total Special Revenue Fund									(298,742.00)			589,702.90
Total Federal Financial Awards					(43,680.92)	2,605.05	116,446.33		(451,584.13)	1,237.44		754,953.56

Total Federal Financial Awards

Bloomington Board of Education
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year Ending June 30, 2012

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From / To	Balance June 30, 2011 Deferred Revenue (Accts Receivable)	Cash Received	Budgetary Expenditures	MEMO	
							Balance June 30, 2012 (Accounts Receivable)	Cumulative Total Expenditures
State Department of Education:								
General Fund:								
Special Education Categorical Aid	12-495-034-5120-089	521,128.00	7/1/11-6/30/12		471,290.00	(521,128.00)	*	521,128.00
Equalization Aid	12-495-034-5120-078	1,282,574.00	7/1/11-6/30/12		1,159,915.00	(1,282,574.00)	*	1,282,574.00
Extraordinary Special Education Costs Aid	12-100-034-5120-473	443,945.00	7/1/11-6/30/12			(443,945.00)	*	443,945.00
Extraordinary Special Education Costs Aid	11-100-034-5120-473	386,141.00	7/1/10-6/30/11	(386,141.00)	386,141.00		*	386,141.00
Non-Public Transportation Aid	12-495-034-5120-014	17,574.00	7/1/11-6/30/12			(17,574.00)	*	17,574.00
Non-Public Transportation Aid	11-495-034-5120-014	20,854.00	7/1/10-6/30/11	(20,854.00)	20,854.00		*	20,854.00
Anti-Bullying Bill of Rights Act	N/A	205.00	7/1/11-6/30/12		205.00	205.00	*	205.00
T.P.A.F. - Social Security Contribution	12-495-034-5095-002	327,284.77	7/1/11-6/30/12		311,096.49	(327,284.77)	*	327,284.77
T.P.A.F. - Social Security Contribution	11-495-034-5095-002	312,530.27	7/1/10-6/30/11	(15,812.40)	15,812.40		*	312,530.27
On-behalf T.P.A.F. -								
Pension	12-495-034-5095-006	128,496.00	7/1/11-6/30/12		128,496.00	128,496.00	*	128,496.00
Post Retirement Medical	12-495-034-5095-001	286,028.00	7/1/11-6/30/12		286,028.00	(286,028.00)	*	286,028.00
NCGL Premium	12-495-034-5095-007	13,789.00	7/1/11-6/30/12		13,789.00	(13,789.00)	*	13,789.00
Total General Fund				(422,807.40)	2,793,626.89	(2,763,621.77)	(477,707.28)	3,740,549.04
State Department of Agriculture:								
Enterprise Fund:								
National School Lunch Program	12-100-010-3350-023	2,081.21	7/1/11-6/30/12		1,936.04	(2,081.21)	(145.17)	2,081.21
Total Enterprise Fund					1,936.04	(2,081.21)	(145.17)	4,539.91
Total State Financial Assistance				(422,807.40)	2,795,562.93	(2,765,702.98)	(477,852.45)	3,745,088.95

See accompanying notes to Schedule of Expenditures of Federal awards and State Financial Assistance.

NOTE 1. GENERAL:

The accompanying schedules of expenditures of federal awards and state financial assistance include the activity of all federal and state award programs of the Board of Education, Bloomingdale Borough School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2. BASIS OF ACCOUNTING:

The accompanying schedules of expenditures of Federal Awards and State Financial Assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 2 (C) and 2(D) to the Board's basic financial statements. The information in these schedules is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ in amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS:

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules (RSI) are presented for the general fund and special revenue fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognized encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A. 18A:22-44.2*

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (continued):

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(32,743.00) for the general fund and \$-0- for the special revenue fund. See (Note 1) Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 92,353.38	\$2,988,280.77	\$3,080,634.15
Special Revenue Fund	297,742.00	-	297,742.00
Food Service Fund	<u>61,488.75</u>	<u>2,081.21</u>	<u>63,569.96</u>
Total Awards and Financial Assistance	<u>\$451,584.13</u>	<u>\$2,990,361.98</u>	<u>\$3,441,946.11</u>

NOTE 4. RELATIONSHIP TO STATE FINANCIAL REPORTS:

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

NOTE 5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2012. The amount reported as TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2012.

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Section 1 - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- 1) Material weakness(es) identified? yes X no
- 2) Significant deficiencies identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

NOT APPLICABLE

State Awards

Type of auditor's report on compliance for major programs: unqualified

Internal Control over major programs:

- 1) Material weakness(es) identified? yes X no
- 2) Significant deficiencies identified that are not
considered to be material weaknesses? yes X none reported

Any audit findings disclosed that are required to be reported
in accordance with NJ OMB Circular 04-04? yes X no

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

Section I - Summary of Auditor's Results (continued)

State Awards (continued)

Identification of major programs:

<u>STATE GRANT/PROJECT NUMBER(S)</u>		<u>NAME OF STATE PROGRAM</u>
<u>12-495-034-5120-089</u>	(1)	<u>Special Education Aid</u>
<u>12-495-034-5120-078</u>	(1)	<u>Equalization Aid</u>
<u>12-495-034-5095-002</u>	(1)	<u>Reimb. TPAF Social Security</u>
<u>12-100-034-5120-473</u>	(2)	<u>Extraordinary Special Education Cost Aid</u>
<u> </u>		<u> </u>

(1) Audited as a Type A Grant

(2) Not required to be audited as a major grant

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? X yes no

Section II - Financial Statement Findings

NONE

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs

NONE

**BLOOMINGDALE BOROUGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2012**

STATUS OF PRIOR YEAR FINDINGS

There were no prior year audit findings for the fiscal year ended June 30, 2011 that we are required to report on.